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**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA  
Metairie, Louisiana**

**Basic Financial Statements  
and Independent Auditor's Report**

**As of the Year Ended October 31, 2004  
With Supplemental Information**

**T. A. HARRIS, INC.**

**A PROFESSIONAL ACCOUNTING  
CORPORATION**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5/18/05

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

Basic Financial Statements  
And Independent Auditor's Reports  
As of and for the Year Ended October 31, 2004  
With Supplemental Information Schedules

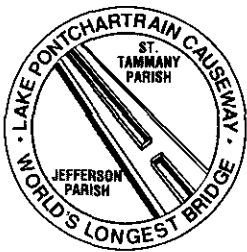
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**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
Contents, October 31, 2004

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BEN SLATER III  
*Chairman*  
JACK SALTER  
*Vice Chairman*  
PATRICIA LEBLANC  
*Secretary*  
LANCE ALBIN  
*Treasurer*  
KYLE FRANCE  
*Assistant Secretary / Treasurer*  
ROBERT J. LAMBERT  
*General Manager*

## **GREATER NEW ORLEANS EXPRESSWAY COMMISSION**

P. O. BOX 7656, METAIRIE, LOUISIANA 70010 • TELEPHONE 835-3118 • FAX 835-2518  
email: [gnoec@gnoec.org](mailto:gnoec@gnoec.org)

April 21, 2005

To Members of the Greater New Orleans Expressway Commission and Citizens

The Annual Financial Report of the Greater New Orleans Expressway Commission (GNOEC) for the fiscal year ended October 31, 2004 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the GNOEC's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the GNOEC. All disclosures necessary to enable the reader to gain an understanding of the GNOEC's financial activities have been included.

The Annual Financial Report is presented in three sections: introductory, financial, and other supplemental information. The introductory section includes this transmittal letter. The financial section has been prepared in accordance with the Governmental Accounting Standard Board Statement No. 34. This section includes the following: Report of Independent Auditor; Management Discussion and Analysis (Required Supplementary Information); basic financial statements and notes to financial statements. The other supplemental information section includes schedules required by the Bond Indenture Agreements.

### **PROFILE**

The Greater New Orleans Expressway Commission was established in 1954 as the governing body with jurisdiction over the Expressway. The Commission is a special purpose government engaged in business type activities. By legislative enactment, after all bonds, principal and interest, are fully paid, the Expressway becomes the property of the State of Louisiana and thereafter will be operated and maintained by the Louisiana

Department of Transportation and Development as a toll-free (non-business type) facility and as part of the state highway system.

The Commission provides for the policing of the Expressway, the operation and maintenance of the Expressway and the associated administrative services. By legislative mandate in 1986, the Commission provides for the policing of the Huey P. Long Bridge. By a cooperative endeavor agreement, the Commission participated in a Motorists Assistance Program (MAP) on the I-10, which was a federal program through the Louisiana Department of Transportation and Development. The GNOEC's participation in the MAP program on the I-10 ended May 15, 2004.

## **SAFETY**

A major priority of the Commission is the safety of the motoring public crossing the Expressway. The Expressway is experiencing an excellent safety record with only one fatal accident in five years. The Commission has implemented a public information system that includes the internet, radio announcements, brochures, call boxes, variable message signs, security cameras and radar. These systems help to inform and educate the public about safety on the Expressway. The Expressway has its own police department and operates the following safety programs: motorists assist vehicles; wrecker; rescue truck and, the rolling convoy for fog abatement.

## **FINANCIAL INFORMATION, MANAGEMENT AND CONTROL**

A detailed understanding of the financial position and operating results of the GNOEC is provided in the report. Presented below is a brief description of financial information, management of financial resources and obligations, and control techniques applicable to financial resources, obligations, and information.

### **Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The accrual basis of accounting is used, which means revenues are recognized when earned and expenses are recognized when incurred.

### **Accounting Systems and Budgetary Control**

In developing and evaluating the GNOEC's accounting control system, consideration is given to the adequacy of internal accounting controls. Accounting control comprises the

plan of organization and the procedures and records that are concerned with the safeguarding of assets and the reliability of financial records and consequently are designed to provide reasonable assurance that:

- Transactions are executed in accordance with management's general or specific authorization.
- Transactions are reported as necessary (a) to permit preparation of financial statements in conformity with accounting principles generally accepted in the United States of America or any other criteria, such as finance-related legal and contractual compliance requirements applicable to such statements, and (b) to maintain accountability for assets.
- Access to assets is permitted only in accordance with management's authorization.
- The recorded accountability for assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences.

The definition of accounting control comprehends reasonable, but not absolute, assurance that the objectives expressed in it will be accomplished by the system. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits. The benefits consist of reductions in the risk of failing to achieve the objectives implicit in the definition of accounting control.

All internal control evaluations occur within this framework. We believe that the GNOEC's accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The GNOEC has formally established budgetary accounting controls for its operating funds. Budgetary control is maintained by category within department for each account group.

### **Account Description**

As required by the Bond Indenture Agreement, the accounts of the Commission are organized on the basis of funds and accounts, each of which is considered separate accounting activity for recording receipts and disbursements. Those accounts (General, Special Revenue, Debt Service, Capital Projects and Internal Service) are shown on Schedule 1, Pages 31 to 37 of this report. These account activities are summarized into the sole enterprise fund, which is used to account for ongoing organizations and activities that are similar to those found in the private sector.

The cost of providing the services to the general public is recovered, in whole or part, through user charges. The GNOEC's operations comprise the operation of the

Expressway Bridge in which tolls are charged. Results of operations for the year ended October 31, 2004 can be found in the Management Discussion & Analysis, Page 10.

The Commission's operations include electronic equipment at the toll plazas designed to classify vehicles, calculate the toll assessed and record those events. To facilitate the traffic flow, electronic toll devices read toll tags. Customers can acquire toll tags at the Commission operated toll tag stores on both North and South Shores of the Expressway.

For the year ended October 31, 2004, breakdown of the toll revenues is as follows:

Dedicated for the Rehab Improvement Program	\$ 6,122,457
Undedicated to be Used for General Operations	<u>9,511,263</u>
	\$15,633,720

### **Long-Term Debt**

The GNOEC had the following principle outstanding long-term debt at October 31, 2004:

Revenue Bonds	
Refunding, Series 2003	\$54,055,000
Improvements, Series 1999-A	<u>12,445,000</u>
	\$66,500,000

On April 15, 2003, the Greater New Orleans Expressway Commission issued \$54,605,000 in Refunding and Improvement Revenue Bonds, Series 2003.

The Series 2003 bonds were issued for the purpose of providing funds to refund all of the Commission's outstanding Series 1992 bonds, finance a portion of construction costs and pay costs of issuance of the Series 2003 bonds, including the cost of the Series 2003 bond insurance policy and the reserve fund insurance policy.

### **CASH MANAGEMENT POLICIES AND PROCEDURES**

Cash receipts are deposited daily into the Commission's bank accounts. These funds are automatically transferred by the Trustee into the appropriate Trust Fund accounts and are

invested in accordance with the provisions of the Bond Indenture. All bank and investment accounts are reconciled on a monthly basis.

## **RISK MANAGEMENT**


The Commission is exposed to various risks of loss related to general liability, automotive liability, and property insurance contracts. An Internal Service Account (a risk management account) is used to account for and finance its uninsured risks of loss. Under this program, the risk management account provides coverage for the general and automotive liability up to the \$200,000 deductible limits for each covered loss. The Commission purchased commercial insurance for claims in excess of coverage provided by the Internal Service Account. Settled claims have not exceeded this commercial coverage for the fiscal year. Additional information on the Commission's risk management activity can be found in the notes to the financial statements on Page 25.

## **INDEPENDENT AUDIT**

The financial records, books of account, and transactions of the GNOEC for the fiscal year ended October 31, 2004 have been audited by T. A. Harris, Inc., Certified Public Accountant, and the opinion is included in the Financial Section of this report.

The financial statements are the responsibility of the GNOEC. The responsibility of the independent auditor is to express an opinion on the GNOEC's financial statements based on the audit. An audit is conducted in accordance with auditing standards generally accepted in the United States of America. Those standards require that the audit be planned and performed in a manner to obtain a reasonable assurance as to whether the financial statements are free of material misstatement.

Respectfully submitted,



Cheryl H. Lambert  
Director of Finance



# T.A. Harris Inc. Certified Public Accountant

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A Professional Accounting Corporation

## INDEPENDENT AUDITOR'S REPORT

Greater New Orleans Expressway Commission  
State of Louisiana  
Metairie, Louisiana

We have audited the accompanying basic financial statements of the Greater New Orleans Expressway Commission (the Commission), a component unit of the State of Louisiana, as of and for the year ended October 31, 2004, as listed in the table of contents. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Commission as of October 31, 2004, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in note 1-A to the basic financial statements, the Commission adopted the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as of November 1, 2000.

Management's Discussion and Analysis on pages 10 through 13 are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurements and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

In connection with our audit, nothing came to our attention that caused us to believe that the Commission failed to comply with the terms, covenants, or provisions of the General Bond Resolution dated September 25, 1986, and as supplemented by the Series 1992, 1999A, and 2003 bond resolutions dated December 4, 1992, June 16, 1999, and April 15, 2003 respectively, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2005, on our consideration of the Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the Commission's basic financial statements. The accompanying supplemental information schedules listed in the table of contents and the "Annual Financial Report" as required by the Louisiana Division of Administration are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Commission. Such information, except those schedules marked "Unaudited", on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not audit the introductory section listed in the table of contents, and, accordingly, we do not express an opinion thereon.

*J.G. Harris, Inc. APAC*

April 21, 2005

Baton Rouge, Louisiana

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
**Management's Discussion and Analysis**

The management's discussion and analysis of the Greater New Orleans Expressway Commission's financial performance presents a narrative overview and analysis of the Commission's financial activities for the year ended October 31, 2004. This document focuses on the current year's activities, resulting changes and currently known facts. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages 3 – 7 and the Commission's financial statements, which begin on page 14.

**FINANCIAL HIGHLIGHTS**

The Commission's assets exceeded its liabilities at the close of fiscal year 2004 by \$65,031,237 compared to \$61,686,851 for fiscal year 2003, an increase of \$3,344,386 (or 5.4%).

The Commission's toll revenue increased \$ 185,509 (or 1.2%) compared to the prior fiscal year.

The Highway Fund #2 (Vehicular License Tax), which is dedicated to debt service, decreased by \$742,844 (or 13.5%).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Greater New Orleans Expressway Commission's financial statements, which are comprised of the basic financial statements and the notes to the financial statements. Contrary to the governmental fund type model annual financial report presented in prior years, no fund level financial statements are presented because the Commission is engaged in a single enterprise, which is the movement of vehicles over bridges (infrastructure assets). Under the new reporting model, the basic financial statements of the Commission will be less complex and present financial information for the Commission as a whole in a format designed to make the statements easier for the reader to understand. The annual financial report includes the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; the Statement of Cash Flows; and Notes to the Financial Statements. In addition to the basis financial statements and the accompanying notes, other information in this report presents certain supplementary information concerning separate accounting activity required by bond indentures and/or bond resolutions. The basic financial statements are designed to provide readers with a broad overview of the Commission's finances in a manner similar to a private sector business.

**Basic Financial Statements**

The basic financial statements present information for the Greater New Orleans Expressway Commission as a whole in a format designed to make the statements easier for the reader to understand. The statements of this section include the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement of Cash Flows.

The Statement of Net Assets (page 14) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Commission is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Assets (page 15) presents information showing how the Commission's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
**Management's Discussion and Analysis**

The Cash Flow Statement (pages 16 - 17) presents information showing how Commission's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income to net cash provided by operating activities (indirect method) as required by GASB 34.

**FINANCIAL ANALYSIS OF THE ENTITY**

	10/31/2004	10/31/2003
Current and other assets	\$ 47,532,505	\$ 53,145,187
Capital assets	90,924,870	84,169,366
Total assets	138,457,375	137,314,553
Other liabilities	7,741,246	8,184,536
Long-term debt outstanding	65,684,892	67,443,166
Total liabilities	73,426,138	75,627,702
Total net assets	\$ 65,031,237	\$ 61,686,851

The composite net asset amount of \$65,031,237 as of October 31, 2004 consists of investment in capital assets, restricted net assets, and unrestricted net assets in the amounts of \$23,456,884, \$33,313,225, and \$8,261,128 respectively. The composite net asset amount of \$61,686,851 as of October 31, 2003 consisted of investment in capital assets, restricted net assets, and unrestricted net assets in the amounts of \$15,471,380, \$38,319,062, and \$7,896,409, respectively. The Commission's equity interest (capital assets less related outstanding debt) in its capital assets is reported within the investment in capital assets, net of related debt amount.

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, grant requirements, and bond and other resolutions. Conversely, unrestricted net assets are those that do not have any limitations on what these amounts may be used.

As referred to previously, net assets of the Commission increased by \$3,344,386, or 5.4%, from October 31, 2003 to October 31, 2004. A major cause of this increase is that user fees, et cetera, were greater than the cost of operations. In addition, capital improvements are not charges against current revenues but are capitalized within the property, plant, and equipment account and depreciated over future periods.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
**Management's Discussion and Analysis**

Changes in Net Assets

	10/31/2004	10/31/2003
Operating revenues	\$ 16,090,163	\$ 15,934,381
Operating expenses	<u>14,854,201</u>	<u>12,650,401</u>
Operating income	1,235,962	3,283,980
Non-operating revenues(expenses)	<u>2,108,424</u>	<u>1,874,975</u>
Increase in net assets	<u>\$ 3,344,386</u>	<u>\$ 5,158,955</u>

From fiscal year 2003 to 2004, the Commission's total revenues, including operating and nonoperating revenues, decreased by \$1,050,618 or 4.6%. This decrease is due to an decrease from Highway Fund #2 (Vehicular License Tax) and in an increase in toll revenues. Conversely, from fiscal year 2003 to 2004, the total cost of all programs and services, excluding depreciation, increased by \$649,410 or 4.7%.

**CAPITAL ASSETS AND LONG-TERM  
DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2004, the Commission had \$90,926,418 invested in a broad range of capital assets, including the expressway bridge, building, vehicles, furniture, fixtures and equipment.

Capital Assets at Year-end  
(Net of Depreciation)

	10/31/2004	10/31/2003
Building and improvements	\$ 1,013,544	\$ 1,043,649
Furniture, fixtures, and equipment	1,834,417	1,335,799
Infrastructure	<u>88,076,909</u>	<u>81,789,918</u>
Total	<u>\$ 90,924,870</u>	<u>\$ 84,169,366</u>

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
**Management's Discussion and Analysis**

This year's major additions included:

Bridge improvements	\$ 9,689,552
Furniture, fixtures, and equipment	<u>930,712</u>
Total	<u>\$ 10,620,264</u>

**Long-Term Debt**

The Commission had \$67,467,986 in current and noncurrent bonds outstanding at year-end, compared to \$68,697,986 last year, an decrease of 1.8%.

	<u>2004</u>	<u>2003</u>
Outstanding Debt, at Year-end		
Revenue Bonds	<u>\$ 67,467,986</u>	<u>\$ 68,697,986</u>

The Commission's bond indebtedness carries a Standard & Poor's A+ rating.

On April 15, 2003, the Commission issued Series 2003 bonds for the purpose of providing funds to refund all of the Commission's outstanding Series 1992 bonds, finance a portion of construction costs and pay costs of issuance of the Series 2003 bonds, including the cost of the Series 2003 bond issuance policy and the reserve fund insurance policy.

The Commission has estimated claims of \$642,430 outstanding at year-end compared with \$567,267 last year. Other obligations include accrued vacation pay and sick leave of \$941,797 compared to \$857,495 for the October 31, 2003 fiscal year.

**BUDGET**

The annual budget is approved by the Commission at the October meeting. The budget is then approved by the joint budget committee of the Louisiana Legislature. An updated projected budget was prepared in September 2004. The major difference between the original budget and the updated budget was that the amount available for the Bridge Rehabilitation Projects was increased by \$567,796 or 10.3%. This resulted from a projection of higher toll revenue and the additional \$0.50 allocated to the Rehabilitation Projects.

**CONTACTING THE GREATER NEW ORLEANS EXPRESSWAY  
COMMISSION'S FINANCIAL MANAGEMENT**

This financial report is designed to provide citizens, investors and creditors with a general overview of the Greater New Orleans Expressway Commission's finances.

If you have any questions about this report, contact the Director of Finance, Greater New Orleans Expressway Commission, P.O. Box 7656, Metairie, Louisiana 70010.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Statement of Net Assets  
October 31, 2004**

**ASSETS**

**CURRENT ASSETS:**

Cash (note 2)	\$ 2,272,501
Investments (note 3)	7,497,652
Receivables (note 4)	25,659
Prepaid items	122,491
Inventory	<u>329,575</u>
Total current assets	<u>10,247,878</u>

**NONCURRENT ASSETS:**

Restricted assets:	
Investments (note 3)	34,499,336
Receivables (note 4)	<u>1,197,859</u>
Total restricted assets	35,697,195
Property, plant, and equipment (net)(note 5)	90,924,870
Deferred bond issuance costs, net of amortization of \$83,067	<u>1,587,432</u>
Total noncurrent assets	<u>128,209,497</u>

TOTAL ASSETS	<u>\$ 138,457,375</u>
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**LIABILITIES**

**AMOUNTS DUE WITHIN ONE YEAR:**

Payables (note 12)	\$ 492,806
Deferred revenue	623,646
Liabilities payable from restricted assets:	
Capital projects payables (note 12)	927,369
Bonds (note 13)	1,783,094
Accrued interest	<u>1,506,601</u>
Total amounts due within one year	<u>5,333,516</u>

**AMOUNTS DUE IN MORE THAN ONE YEAR:**

Tag deposits	812,520
Estimated liability for claims (note 7)	642,430
Accrued compensated absences (note 9)	941,797
Bonds payable (note 13)	65,684,892
Other	<u>10,983</u>
Total amounts due in more than one year	<u>68,092,622</u>
Total liabilities	<u>73,426,138</u>

**NET ASSETS:**

Investment in capital assets, net of related debt (note 14)	23,456,884
Restricted net assets (note 14)	33,263,225
Restricted for future acquisition (note 14)	50,000
Unrestricted net assets	<u>8,261,128</u>
Total net assets	<u>\$ 65,031,237</u>

The accompanying notes are an integral part of this statement.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
**STATE OF LOUISIANA**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS**  
**For the Year Ended October 31, 2004**

**OPERATING REVENUES**

Tolls	\$ 15,633,720
Leases	369,583
Other miscellaneous revenue	<u>86,860</u>
Total operating revenues	<u>16,090,163</u>

**OPERATING EXPENSES**

Personal services	4,924,072
Contractual services	55,448
Operating services	1,992,905
Supplies and maintenance	3,130,620
Professional services	318,519
Administrative	307,484
Depreciation	3,829,990
Claims expense	<u>295,163</u>
Total operating expenditures	<u>14,854,201</u>

**OPERATING INCOME**1,235,962**NON-OPERATING REVENUES(EXPENSES)***Intergovernmental revenue:*

Federal grants (note 15)	254,150
State grants	28,239
Vehicular license tax	4,781,899
Payments to parishes	(350,000)
Investment income:	
Interest income	458,579
Net increase in fair value of investments	26,881
Interest expense	(3,013,201)
Amortization of cost of issuance	(43,353)
Loss on disposal of fixed assets	(34,770)
Total non-operating revenues	<u>2,108,424</u>

**INCOME BEFORE CONTRIBUTIONS**

3,344,386

**CAPITAL CONTRIBUTIONS**-**CHANGE IN NET ASSETS**

3,344,386

**NET ASSETS AT BEGINNING OF YEAR**61,686,851**NET ASSETS AT END OF YEAR**\$ 65,031,237

The accompanying notes are an integral part of this statement.

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**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED OCTOBER 31, 2004**

**Cash flows from operating activities**

Cash received from customers, including cash deposits	\$ 15,633,720
Cash received from use of property	369,583
Cash received from other deposits	186,673
Cash paid to suppliers for goods and services	(7,322,516)
Cash paid to employees for services	(4,841,396)
Cash paid to outsiders for claims	(220,000)
Net cash provided for operating activities	<u>3,806,064</u>

**Cash flows from non-capital financing activities**

Subsidy from federal grant	266,052
Subsidy from state and local grants	29,561
Vehicular license tax	5,429,586
Subsidy to local governments	(350,000)
Net cash flows from non-capital financing activities	<u>5,375,199</u>

**Cash flows from capital and related financing activities**

Purchase of capital assets	(9,996,958)
Principal payments made on bonds	(1,230,000)
Interest paid and Cost of Issuance	(3,140,218)
Bond proceeds(Net)	-
Net cash used for capital and related financing activities	<u>(14,367,176)</u>

**Cash flows from investing activities**

Purchase of investment securities	(175,761,171)
Proceeds from sale of investment securities	180,639,799
Interest and dividends earned on investment securities	429,451
Net cash provided for investing activities	<u>5,308,079</u>

**Net decrease in cash and cash equivalents** 122,166

**Cash and cash equivalents at beginning of year** 2,150,335

**Cash and cash equivalents at end of year** \$ 2,272,501

(Continued)

The accompanying notes are an integral part of this financial statement.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Statement of Cash Flows  
For the Year Ended October 31, 2004**

**Reconciliation of operating income to net cash provided (used)  
by operating activities:**

Cash flows from operating activities:	
Operating income	\$ 1,235,962
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	3,829,990
Changes in current assets and liabilities:	
Increase in prepaid items	(15,447)
Decrease in operating receivables	191,843
Decrease in payables	(1,695,680)
Increase in compensated absences	84,302
Increase in claims liabilities	75,163
Increase in unearned revenue and deposits	99,931
Net cash provided by operating activities	<u>\$ 3,806,064</u>

**Noncash investing, capital, and financing activities:**

Increase in fair value of investments	<u>\$26,881</u>
---------------------------------------	-----------------

(Concluded)

The accompanying notes are an integral part of this statement.

# **GREATER NEW ORLEANS EXPRESSWAY COMMISSION STATE OF LOUISIANA**

Notes to the Financial Statements  
As of and for the Year Ended October 31, 2004

## **INTRODUCTION**

The Greater New Orleans Expressway Commission was established by articles of incorporation dated October 20, 1954, between the parishes of Jefferson and St. Tammany. Under the authority of Louisiana Revised Statute (R.S.) 33:1324, the parishes were granted the right and privilege to unite and incorporate a joint Commission for the purpose of constructing, operating, and maintaining a toll bridge or causeway and requisite approaches across Lake Pontchartrain connecting the two parishes known as the Greater New Orleans Expressway. Article 6 Section 22(g)(5) of the 1921 Louisiana Constitution confirmed the power of the parishes to jointly construct the expressway through the issuance of revenue bonds for that purpose and the authority to levy a reasonable toll that is sufficient in amount to provide adequate pay for all costs of operation and maintenance including debt service together with funds dedicated from vehicular license taxes. In addition to operating and maintaining the 23.87 mile long parallel expressway bridges, Act 762 of 1986 of the Regular Session of the Louisiana Legislature authorized the Commission to police the Huey P. Long Bridge. The act also requires that, after all bonds principal and interest are fully paid, the expressway bridge becomes the property of the State of Louisiana and thereafter be operated and maintained by the Louisiana Department of Transportation and Development as a toll-free project and as part of the state highway system.

The Commission is governed by five members, three of whom are appointed by the governor, including one member from Jefferson Parish and another member from St. Tammany Parish for a term of two years each. The third member appointed by the governor is for a one-year term alternately from Jefferson and St. Tammany parishes. Of the remaining two members, one member is appointed from Jefferson Parish by the Jefferson Parish Council, and one member is appointed from St. Tammany Parish by the St. Tammany Parish Council for two-year terms.

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **A. BASIS OF PRESENTATION**

The accompanying financial statements have been prepared on the full accrual basis in accordance with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting principles and financial reporting standards. The Commission applies all GASB pronouncements as well as Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

These financial statements include the implementation of GASB Statement Number 34, *Basic Financial Statement – Management's Discussion and Analysis—for State and Local Governments* and related standards. This new standard provides for significant changes

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in terminology, recognition of contributions in the Statement of Revenues, Expenses and Changes in Net Assets, inclusion of a management discussion and analysis as supplementary information and other changes.

**B. REPORTING ENTITY**

GASB Codification Section 2100 has defined the governmental reporting entity to be the State of Louisiana. The Commission is considered a component unit of the State of Louisiana because the state exercises oversight responsibility and has accountability for fiscal matters as follows: (1) a majority of the members of the governing board are appointed by the governor; (2) the state has control and exercises authority over budget matters; (3) upon the full payment of revenue bonds principal and interest, the expressway bridge becomes property of the State of Louisiana; (4) the state sets bonded debt limits for construction and improvements; and (5) the Commission primarily serves state residents. The accompanying financial statements present information only as to the transactions of the activities of the Greater New Orleans Expressway Commission, a component unit of the State of Louisiana. Annually, the State of Louisiana issues basic financial statements, which include the activity contained in the accompanying financial statements.

**C. FUND ACCOUNTING**

All activities of the Commission are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**D. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to the Commission is determined by its measurement focus. The transactions of the Commission are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Assets. Net assets are segregated into invested in capital assets, net of related debt; restricted net assets, and unrestricted net assets.

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Notes to the Financial Statements (Continued)

**E. BUDGET PRACTICES**

The Commission prepares its budget in accordance with the Louisiana Local Government Budget Act, R.S. 39:1301-1315. The general manager submits proposed operating budgets to the Greater New Orleans Expressway Commission and to the general public for inspection. The budgets are prepared on a modified accrual basis of accounting. For the period under audit, the proposed budgets were advertised in the official journal on September 23, 2004. At the board meeting on October 5, 2003, the 2004 budget was formally adopted by the Commission. Annually, in July the original budget is amended by management and is ratified by the board of the Commission during October.

**F. CASH AND INVESTMENTS**

Cash includes toll collector's bank and demand deposits. Under state law, the Greater New Orleans Expressway Commission may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. Furthermore, the Commission may invest in certificates of deposit of state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Commission may invest in United States Treasury obligations, United States government agency obligations, and direct security repurchase agreements, or in eligible mutual funds that invest in these securities. Investments are stated at fair value.

**G. PREPAID ITEMS**

Payments to vendors for insurance include costs applicable to the next accounting period and are recorded as prepaid items.

**H. INVENTORY**

The Commission maintains an inventory of spare bridge components for emergency use and is valued at the lower of cost or market. The inventory is expensed when used.

**I. PROPERTY, PLANT AND EQUIPMENT**

Property, plant and equipment are recorded at cost, if purchased or constructed. Assets acquired through contributions are capitalized at their estimated fair value, if available, or at estimated fair value or cost to construct at the date of the contribution. Equipment includes all items valued above \$1,000 and infrastructure includes the cost to construct and improve the twin bridges and related roadway approaches. Assets are depreciated using the straight-line method over the useful lives of the assets as follows:

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Notes to the Financial Statements (Continued)

	<u>Years</u>
Automobiles	5
Data processing equipment	5
Furniture and fixtures	10
Buildings	40
Infrastructure	40

**J. RESTRICTED ASSETS**

Restricted assets represent unexpended revenue bond proceeds as well as certain other resources set aside for the purpose of improvements to capital assets and funding debt service payments in accordance with bond resolutions. In addition, restricted assets include resources set aside for risk management and dedicated grant proceeds.

**K. COMPENSATED ABSENCES**

Employees earn and accumulate annual and sick leave at various rates, depending on their years of service. Annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for all accumulated annual leave and up to 120 days of unused sick leave at the employee's hourly rate of pay at the time of termination. Upon retirement, any uncompensated annual leave at the employee's option plus unused sick leave in excess of 120 days is used to compute retirement benefits.

Compensated absences are recognized as an expense and liability in the financial statements when incurred.

**L. LONG-TERM OBLIGATIONS**

Long-term obligations are reported at face value.

**M. POSTEMPLOYMENT HEALTH CARE  
AND LIFE INSURANCE BENEFITS**

The Greater New Orleans Expressway Commission provides certain continuing health care and life insurance benefits for its retired employees. The Commission recognizes the cost of providing these retiree benefits as an expense when paid during the year.

**N. DEFERRED COMPENSATION PLAN**

The Commission offers its employees a deferred compensation plan created in accordance with Internal Revenue Code 457. The plan is administered by the Greater New Orleans Expressway Commission. The plan, available to all full-time employees of the Commission, permits them to defer a portion of their salary until future years.

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Notes to the Financial Statements (Continued)

All amounts of compensation deferred, all property and rights purchased, and all income, property, or rights are (until paid or made available to the employee or other beneficiary) held in trust by Securian Retirement Services for the exclusive benefit of the participants and their beneficiaries.

Participants may contribute up to 20% of their salary with the Commission matching up to \$72 per month, but total contributions may not exceed \$13,000 annually. All contributions are immediately vested. The Commission contributed \$78,660 to the plan during the year ended October 31, 2004.

**O. NET ASSETS**

Net assets comprise the various net earnings from operation, non-operating revenues, expenses and contributions of capital. Net assets are classified in the following three components:

Invested in capital assets, net of related debt – Consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted - Consists of external constraints placed on net asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets – Consists of all other net assets that are not included in the other categories previously mentioned.

**2. CASH**

At October 31, 2004, the Commission has cash (book balances) totaling \$2,272,501.

A summary of the Commission's cash follows:

Toll Collectors' Bank	\$ 800
Demand accounts:	
Noninterest-bearing	805,605
Interest-bearing	<u>1,466,096</u>
Total	<u><u>\$2,272,501</u></u>

Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent banks. The fair value of the pledged securities plus the federal security must at all times equal the amount on deposit with the fiscal agents. At October 31, 2004, the Commission has

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\$2,460,478 in deposits (collected bank balances) that were secured from risk in the following manner:

1. Insured or collateralized with securities held by the commission or its agency in the commission's name	\$300,000
2. Collateralized with securities held by the pledging Institution's trust department or agent in the commission's name	<u>2,160,478</u>
Total secured bank balances	<u>\$2,460,478</u>

The collected bank balances were fully secured at October 31, 2004.

**3. INVESTMENTS**

At October 31, 2004, investments of the Commission total \$41,996,988, as shown on Statement A. In accordance with GASB Codification Section 150.125, the various types of investments are listed and presented by category of credit risk assumed by the Commission. Category 1 represents those investments insured or registered in the Commission's name or securities held by the Commission or its agent in the Commission's name. Category 2 represents investments uninsured and unregistered with securities held by the counterparty's trust department or agent in the Commission's name. Category 3 represents investments unsecured and unregistered with securities held by the counterparty or by its trust department or agent but not in the Commission's name.

A summary of Commission investments follows:

	Category			Reported Amount	Fair Value
	1	2	3		
Government securities:					
Federal Farm Credit Bank			\$1,507,901	\$1,507,901	\$1,507,901
Federal Home Loan Mortgage			13,380,396	13,380,396	13,380,396
Federal National Mortgage Association			17,583,291	17,583,291	17,583,291
Total government securities	<u>NONE</u>	<u>NONE</u>	<u>\$32,471,588</u>	32,471,588	32,471,588
Money market funds				<u>9,525,400</u>	<u>9,525,400</u>
Total investments				<u>\$41,996,988</u>	<u>\$41,996,988</u>

Investments of government securities reflected in Statement A are stated at fair value as required by GASB Statement 31. The Commission used quoted market values to determine the fair value of the investments. The \$ 9,525,400 of money market funds consists of investments in direct obligations of the United States Department of Treasury, other federal governmental agencies, and/or repurchase agreements involving these securities. These investments are not required to be classified as to category of credit risk by GASB Codification Section 150.126.



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Notes to the Financial Statements (Continued)

**4. RECEIVABLES**

At October 31, 2004, the Commission has receivable balances totaling \$1,223,518 as follows:

	Unrestricted	Restricted	Total
Vehicular license tax		\$1,180,009	\$1,180,009
Interest	\$4,797	17,850	22,647
Other	20,862	0	20,862
	<u>25,659</u>	<u>1,197,859</u>	<u>1,223,518</u>
Total receivables	<u>\$25,659</u>	<u>\$1,197,859</u>	<u>\$1,223,518</u>

**5. CHANGES IN CAPITAL ASSETS**

A summary of changes in capital assets is as follows:

	2003	Additions	Deletions	2004
Business Type Activities:				
Capital assets, being depreciated:				
Building	\$1,204,210			\$1,204,210
Furniture, fixtures, and equipment	3,817,543	\$930,712	\$340,321	4,407,934
Infrastructure	175,684,981	9,689,552		185,374,533
Total capital assets, being depreciated	<u>180,706,734</u>	<u>10,620,264</u>	<u>340,321</u>	<u>190,986,677</u>
Less accumulated depreciation for:				
Building	160,561	30,105		190,666
Furniture, fixtures, and equipment	2,481,744	397,324	305,551	2,573,517
Infrastructure	93,895,063	3,402,561		97,297,624
Total accumulated depreciation	<u>96,537,368</u>	<u>3,829,990</u>	<u>305,551</u>	<u>100,061,807</u>
Total capital assets, being depreciated, net	<u>\$84,169,366</u>	<u>\$6,790,274</u>	<u>\$34,770</u>	<u>\$90,924,870</u>

**6. RETIREMENT SYSTEM**

Substantially all employees of the Commission are members of the Louisiana Parochial Employees Retirement System (System), a cost sharing, multiple-employer, defined benefit pension plan. The System is a statewide public employee retirement system for the benefit of parochial employees, which is administered and controlled by a separate board of trustees.

All Commission employees working 28 hours per week are eligible to participate in the System. Benefits vest with 7 years of service. At retirement age, employees are entitled to annual benefits equal to 3% of their highest consecutive 36 months' average salary multiplied by their years of credited service. Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. Beginning January 1, 2002 active members may be

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Notes to the Financial Statements (Continued)

eligible to retire at age 65 with seven years of service credit. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Parochial Employees Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (225) 928-1361.

Members are required by state statute to contribute 9.50% of gross salary, and the Commission is required to contribute at an actuarially determined rate as required by R.S. 11:62. The employer contribution rate was 7.75% of annual covered payroll in fiscal years ended October 31, 2004, 2003, and 2002, respectively. In January 2004, the rate was changed to 11.75%. The Commission contributions to the System for the years ending October 31, 2004, 2003, and 2002, were \$388,256, \$258,722, and \$249,739, respectively, equal to the required contributions for each year.

**7. RISK MANAGEMENT**

The Commission is exposed to various risks of loss relating to general liability, automotive liability, and property insurance contracts and has a self-insured risk management program to account for and finance its uninsured risks of loss. Under this program, the Commission provides coverage for general and automotive liability up to the \$200,000 deductible limits for each covered loss. The Commission purchased commercial insurance for claims in excess of coverage provided by the risk management program. Settled claims have not exceeded this commercial coverage for the fiscal year.

The Commission is a defendant or co-defendant in 10 lawsuits in which the plaintiffs allege wrongful death, property damage, personal injury, age discrimination, violation of the whistle blower statute, violation of civil rights, and employment retaliation. In the opinion of the Commission's legal counsel, the ultimate resolution of nine matters should not materially affect the financial statements. Two lawsuits (one automobile accident and one employment retaliation matter) are in the discovery phase and the likely outcome is not determined. In the assessment of the last four matters, one automobile accident will probably result in some amount of loss and there is a reasonable possibility that a loss exposure could result in the remaining three lawsuits. Accounting recognition for the potential loss exposure is provided for in the following paragraph.

At October 31, 2004 the claims liability of \$642,430 is based on the requirements of GASB Statement Number 10, which requires that a liability for claims be reported if information before the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the claims liability in fiscal year 2004 were as follows:

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Notes to the Financial Statements (Continued)

Estimated liability for claims at beginning of year	\$567,267
Current year:	
Claims	\$295,163
Changes in estimates	75,163
Claims payment and expenses thereon	<u>(295,163)</u>
Estimated liability for claims at end of year	<u>\$642,430</u>

**8. POSTEMPLOYMENT HEALTH CARE  
AND LIFE INSURANCE BENEFITS**

Substantially all Commission employees become eligible for post employment health care, dental, and life insurance benefits if they reach normal retirement age while working for the Commission. These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the Commission. For 2004, the cost of providing those benefits for the 25 retirees totaled \$109,141.

**9. COMPENSATED ABSENCES**

As of October 31, 2004, employees of the Commission have accumulated and vested \$941,797 of employee annual and sick leave benefits, which was computed in accordance with GASB Codification Section C60.

**10. LEASE AND RENTAL COMMITMENTS**

Effective May 31, 1996, the Commission entered into a fifty-year property lease from the City of Mandeville at a cost of \$25 per year.

**11. LESSOR OPERATING LEASES**

The Greater New Orleans Expressway Commission leases limited portions of the expressway bridge necessary to accommodate telecommunication equipment and cables. Future minimum rental payments to be received under these operating leases are as follows:

Fiscal year ending October 31:	
2005	\$355,208
2006	361,877
2007	251,908
2008	170,802
2009	128,168
2010-2014	<u>103,130</u>
Total	<u>\$1,371,093</u>

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
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Notes to the Financial Statements (Continued)

**12. PAYABLES**

The following is a summary of payables at October 31, 2004:

Accounts payable	\$1,013,286
Payroll deductions and employer's payable	56,889
Payable to parishes - statutory	<u>350,000</u>
Total	<u>\$1,420,175</u>

**13. LONG-TERM DEBT**

The following is a summary of the long-term obligation transactions for the year ended October 31, 2004:

	Debt Payable at November 1, 2003	Additions	Deductions and Retirement	Debt Payable at October 31, 2004	Due within one year
Revenue bonds:					
Improvements, Series 1999A	\$ 13,125,000		\$ 680,000	\$ 12,445,000	\$ 700,000
Refunding, Series 2003	54,605,000	\$ -	550,000	54,055,000	1,050,000
Total revenue bonds payable	<u>67,730,000</u>	<u>0</u>	<u>1,230,000</u>	<u>66,500,000</u>	<u>1,750,000</u>
Bond Premium (Discount)	967,986	0		967,986	33,094
	<u>68,697,986</u>	<u>0</u>	<u>1,230,000</u>	<u>67,467,986</u>	<u>1,783,094</u>
Compensated absences	857,495	84,302	-	941,797	0
Total	<u>\$69,555,481</u>	<u>\$84,302</u>	<u>\$1,230,000</u>	<u>\$68,409,783</u>	<u>\$1,783,094</u>

The additions and reductions to compensated absences during the 2002-2003 fiscal year represent the net change during the year because the additions and deductions could not be readily determined.

**A. REVENUE BONDS, SERIES 1999A**

On July 27, 1999, the Commission issued \$15,000,000 of Revenue Bonds, Series 1999A. The proceeds of this issue will be used to finance the cost of certain improvements to the expressway bridge. The Revenue Bonds payable at the beginning of the year were \$13,125,000. Principal due November 1, 2003, that was accrued and paid to the paying agent before the aforementioned date, amounted to \$680,000 and reduced the outstanding bonds payable to \$12,445,000 at October 31, 2004. The Revenue Bonds, Series 1999A, are secured by user fees, expressway bridge tolls, and other revenues. These bonds require future annual debt service installments of \$700,000 to \$1,265,000 beginning November 1, 2004, through November 1, 2016. The bonds carry interest rates from 4.25% to 5.25% and interest to maturity amounts to \$4,905,479 through November 1, 2016.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

Notes to the Financial Statements (Continued)

**B. REFUNDING REVENUE BONDS, SERIES 2003**

On April 15, 2003, the Commission issued \$54,605,000 in Refund Revenue Bonds, Series 2003. All of the Commissions outstanding Series 1992 Bonds, finance a portion of Construction Costs and pay costs of issuance of the Series 2003 bonds, including the cost of the Series 2003 bonding insurance policy and the reserve fund policy.

Principal due November 1, 2003, that was accrued and paid to the paying agent before the aforementioned date, amounted to \$1,050,000 and reduced the outstanding bonds payable to \$54,055,000 at October 31, 2004. The Revenue Bonds, Series 2003, are secured by user fees, expressway bridge tolls, and other revenues. These bonds require future annual debt service installments of \$1,050,000 to \$3,210,000 beginning November 1, 2004, through November 1, 2033. The bonds carry interest rates from 2.00% to 5.00% and interest to maturity amounts to \$47,974,557 through November 1, 2033. The annual requirements to amortize all bonds outstanding at October 31, 2004, including total interest to maturity of \$52,880,036 are as follows:

Fiscal Year	Revenue Bonds				
	Refunding Series 1999A		Refunding Series 2003		Total
	Principal	Interest	Principal	Interest	
2005	\$700,000	\$624,763	\$1,050,000	\$2,388,439	\$4,763,202
2006	750,000	593,263	1,010,000	2,367,439	4,720,702
2007	775,000	558,763	1,060,000	2,347,239	4,741,002
2008	825,000	522,338	1,080,000	2,326,039	4,753,377
2009	850,000	483,150	1,105,000	2,301,739	4,739,889
2010	900,000	442,350	1,130,000	2,276,876	4,749,226
2011-2015	5,180,000	1,485,026	6,215,000	10,818,584	23,698,610
2016-2020	2,465,000	195,826	7,640,000	9,393,689	19,694,515
2021-2025			9,640,000	7,391,913	17,031,913
2026-2030			12,165,000	4,831,350	16,996,350
2031-2033			11,960,000	1,531,250	13,491,250
Total	<u>\$12,445,000</u>	<u>\$4,905,479</u>	<u>\$54,055,000</u>	<u>\$47,974,557</u>	<u>\$119,380,036</u>

**C. PRIOR YEAR DEFEASANCE OF DEBT**

The Commission defeased 1992 revenue bonds in a prior fiscal year by placing a portion of the proceeds of the 2003 series bonds in irrevocable trusts to provide for future debt service payments on the old bonds. A portion of the proceeds of the new debt were used to purchase US Government securities, accordingly, the trust account assets and liabilities for the defeased bond is not included in the Commission's financial statements. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. At October 31, 2004 \$48.84 million of the 1992 bonds are considered defeased.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**  
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Notes to the Financial Statements (Continued)

**14. NET ASSETS**

Net assets represent the difference between assets and liabilities. The composition of net assets were as follows:

Net property, plant and equipment (net of depreciation)	\$ 90,924,870
Less:	
Current portion of bonds payable	(1,783,094)
Noncurrent portion of revenue bonds payable	<u>(65,684,892)</u>
Invested in Capital Assets, Net of Related Debt	<u>\$ 23,456,884</u>
Restricted for Special Revenue, Debt Service, Capital Projects and Risk Management:	
Restricted investments	\$34,499,336
Restricted receivables	1,197,859
Liabilities from restricted assets:	
Capital projects	(927,369)
Accrued interest	<u>(1,506,601)</u>
Restricted for Special Revenue, Debt Service, Capital Projects and Risk Management:	<u>\$33,263,225</u>
Restricted for Future Acquisition of Equipment	<u>\$50,000</u>

**15. FEDERAL GRANTS**

The Greater New Orleans Expressway Commission received federal funds (90% federal/10% state match) under the United States Department of Transportation (CFDA 20.205) pass-through grant from the Louisiana Department of Transportation and Development for highway incident management. The GNOEC's participation in this program was terminated on May 15, 2004. During the year ended October 31, 2004, the Commission expended funds totaling \$282,389 under this program.

## **SUPPLEMENTAL INFORMATION SCHEDULES**

The following schedules present additional information relating to the financial statements. In addition, cash receipts and disbursements schedules by trust and other accounts are required by the General Bond Resolution dated September 26, 1986, and by the Series 1992, 1999A, 2003 bond resolutions dated December 4, 1992, June 16, 1999, and April 15, 2003, respectively.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULES  
As of and for the Year Ended October 31, 2004**

**GENERAL FUND ACCOUNTS**

**Revenue Account**

All revenues collected by the Commission are deposited to this account. Transfers are then made as required by the bond resolution.

**Collateral Undisbursed Debt Service Account**

Funds are transferred to this account whenever the amount on deposit in the Debt Service Account is not at least equal to the accrued aggregate debt service through the end of the next succeeding month. When funds are deposited to the debt service account bringing the balance equal to accrual aggregate debt service through the end of the next succeeding month, then the funds in the Collateral Undisbursed Debt Service Account are returned to the accounts from which they were transferred.

**Operation and Maintenance Account**

Monies transferred to the Operation and Maintenance Account are used to finance operations (general and administrative).

**Extraordinary Maintenance and Repair Reserve Account**

The monies in the Extraordinary Maintenance and Repair Reserve Account may be used for major resurfacing, replacement, or reconstruction and extraordinary repairs, renewals, or replacement of the expressway.

**Excess Revenue Account**

This account maintains any surplus remaining at the end of a fiscal year pending distribution pursuant to Act 875 of the 1988 Louisiana Legislature.

**Huey P. Long Bridge Account**

As provided by Act 875 of the 1988 Louisiana Legislature, the Commission shall use as much of its surplus as may be necessary for its officers to police the Huey P. Long Bridge.

**Asset Forfeiture Account**

This account maintains assets seized by the expressway police.



**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
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SUPPLEMENTAL INFORMATION SCHEDULES (Continued)**

**SPECIAL REVENUE ACCOUNTS**

**Vehicular License Tax**

All monies received from the State of Louisiana Highway Fund Number 2 are deposited to the Vehicular License Tax Account. The money received is dedicated and transferred to the Debt Service Account.

**Motorist Assistant Program**

Monies received from the Louisiana Department of Transportation and Development are used to provide motorist incident management on Interstate 10. The program ended May 15, 2005.

**Emergency Evacuation Project**

Monies received from the Federal Emergency Management Agency are being used to study evacuation routes.

**DEBT SERVICE ACCOUNTS**

**Debt Service Account**

Monies are deposited to this account from the Vehicular License Tax Special Revenue Account to pay yearly debt service. Future sinking fund installments will also be deposited to this account.

**Debt Service Reserve Account**

This account maintains a balance equal to the Debt Service Reserve Account requirement (maximum annual debt service requirements for the current or any future year). Money from this account can be used to supplement any shortfall in the Debt Service Account.

**Cost of Issuance Account**

A portion of the initial bond proceeds of the 1999A and 2003 Series bond issue was deposited to this account for payment of legal fees and other cost associated with the issuance of the bonds.

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SUPPLEMENTAL INFORMATION SCHEDULES (Continued)**

**CAPITAL PROJECTS ACCOUNTS**

**Construction - Series 1986**

The Construction Series 1986 Account is used for major maintenance and capital improvements to the expressway bridge from the proceeds of the 1986 capital improvement bond issue.

**Construction - Series 1999A**

The Construction Series 1999A Account is used for major maintenance and capital improvements to the expressway bridge from the proceeds of the 1999A capital improvement bond issue.

**Construction - Series 2003**

The Construction Series 2003 Account is used for major maintenance and capital improvements to the expressway bridge from the proceeds of the 2003 capital improvement bond issue.

**Bridge Rehabilitation**

A special fifty cents toll assessment was authorized to fund improvements to the expressway bridge. This account is used for capital improvements financed by the fifty cents toll.

**INTERNAL SERVICE ACCOUNT**

Resources are accumulated in this account to finance risk management deductible losses arising from claims and litigation.

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Cash Receipts and Disbursements  
For the Year Ended October 31, 2004**

				GENERAL
	REVENUE	COLLATERAL UNDISBURSED DEBT SERVICE	OPERATIONS AND MAINTENANCE	EXTRAORDINARY MAINTENANCE AND REPAIR RESERVE
<b>BALANCES AT NOVEMBER 1, 2003</b>	\$ 233,942	\$ -	\$ 958,814	\$ -
<b>RECEIPTS</b>				
Tolls	15,633,720			
Vehicular license tax				
Intergovernmental grants:				
Federal				
State				
Use of money and property:				
Leases	369,583			
Investment income	4,763	3,486	9,474	55,267
Cost Issuance Refund				
Other	166,750		5,393	
Investment sales and maturities	14,659,574	3,972,063		33,129,557
Transfers in	86,372		7,727,649	1,927,166
Total receipts	30,920,762	3,975,549	7,742,516	35,111,990
<b>DISBURSEMENTS</b>				
Personal services			3,945,582	
Contractual services			53,955	
Operating services			1,882,074	
Supplies and maintenance			581,341	107,325
Professional services			316,369	2,245,659
Administrative	160,452		139,500	
Capital outlay			473,702	
Debt services:				
Principal retirement				
Interest				
Cost of Issuance				
Intergovernmental expenditures - parishes				
Insurance settlements			220,000	
Investment purchases	14,659,574	3,972,063		32,619,656
Transfers out	16,099,235	3,486		34,712
Total disbursements	30,919,261	3,975,549	7,612,523	35,007,352
<b>BALANCES AT OCTOBER 31, 2004</b>	\$ 235,443	\$ -	\$ 1,088,807	\$ 104,638

(Continued)

**Schedule 1**

ACCOUNTS			SPECIAL REVENUE ACCOUNTS		
EXCESS REVENUE	HUEY P. LONG BRIDGE	ASSETS FORFEITURE	VEHICULAR LICENSE TAX	MOTORIST ASSIST PROGRAM	EMERGENCY EVACUATION PROJECT
\$ 700,000	\$ 57,925	\$ 30,356	\$ -	\$ -	\$ 14,455
			5,429,586		
				266,052	
				29,561	
10,585	6,521		11,592		
		2,200			
8,467,036	851,318		4,518,215		
9,347,401	1,057,669				
17,825,022	1,915,508	2,200	9,959,393	295,613	-
	658,145			237,669	
	1,493				
	24,765	2,150		31,486	
	45,176			26,458	
	6,716				
	73,344				
350,000					
8,119,202	649,399		5,441,178		
9,355,820	415,643		4,518,215		
17,825,022	1,874,681	2,150	9,959,393	295,613	-
\$ 700,000	\$ 98,752	\$ 30,406	\$ -	\$ -	\$ 14,455

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Cash Receipts and Disbursements  
For the Year Ended October 31, 2004**

	DEBT SERVICE ACCOUNTS			
	DEBT SERVICE	DEBT SERVICE RESERVE	COST OF ISSUANCE	ESCROW 2003
<b>BALANCES AT NOVEMBER 1, 2003</b>	\$ -	\$ -	\$ -	\$ -
<b>RECEIPTS</b>				
Tolls				
Vehicular license tax				
Intergovernmental grants:				
Federal				
State				
Use of money and property:				
Leases				
Investment income	14,312	13,266	85	
Cost Issuance Refund				
Other				
Investment sales and maturities	11,473,520	3,885,453		
Transfers in	4,518,215			
Total receipts	16,006,047	3,898,719	85	-
<b>DISBURSEMENTS</b>				
Personal service				
Contractual services				
Operating services				
Supplies and maintenance				
Professional services				
Administrative				
Capital outlay				
Debt services:				
Principal retirement	1,230,000			
Interest	3,140,218			
Cost of Issuance				
Intergovernmental expenditures - parishes				
Insurance settlements				
Investment purchases	11,628,179	3,833,448		
Transfers out	7,650	65,271	85	
Total disbursements	16,006,047	3,898,719	85	-
<b>BALANCES AT OCTOBER 31, 2004</b>	\$ -	\$ -	\$ -	\$ -

## CAPITAL PROJECTS ACCOUNTS

CONSTRUCTION SERIES				BRIDGE	MAGNETIC	INTERNAL	TOTAL
1986	1992	1999A	2003	REHABILITATION	LEVITATION PROJECT	SERVICE	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 154,843	\$ -	\$ 2,150,335
							15,633,720
							5,429,586
							266,052
							29,561
							369,583
3,636	10	5,703	86,850	190,667		13,234	429,451
			12,330				12,330
							174,343
4,311,667		651,108	41,615,936	47,299,779		5,804,573	180,639,799
				6,151,547			30,816,019
4,315,303	10	656,811	41,715,116	53,641,993	-	5,817,807	233,800,444
							4,841,396
							55,448
							1,940,475
							760,300
							2,562,028
1,045,915		651,682					2,004,265
				9,449,912			9,996,958
							1,230,000
							3,140,218
							-
							350,000
							220,000
3,269,388	10	5,129	41,715,116	44,049,810		5,799,019	175,761,171
				142,271	154,843	18,788	30,816,019
4,315,303	10	656,811	41,715,116	53,641,993	154,843	5,817,807	233,678,278
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,272,501

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULE  
For the Year Ended October 31, 2004**

**COMPENSATION PAID BOARD MEMBERS**

The schedule of compensation paid board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

Members of the Commission are entitled to compensation of \$570 per month as authorized by an amendment to the Articles of Incorporation dated August 7, 1986, and are included in the general administrative expenditures of the General Fund.

**Schedule 2****GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA****Schedule of Compensation Paid Board Members  
For the Year Ended October 31, 2004**

Lance Albin	\$ 228
William Connick	6,608
John L. Donahue, Jr.	6,836
Patricia LeBlanc	228
Barney D. McLain	5,269
Joseph W. Salter	1,567
Ben Slater, III	6,608
Joy H. Zainey	<u>6,836</u>
<b>Total</b>	<b><u>\$ 34,180</u></b>



**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULE  
For the Year Ended October 31, 2004**

**STATISTICAL INFORMATION**

The General Bond Resolution dated September 25, 1986, requires the following additional schedules:

Schedule of Investments

Schedule of Revenue From Tolls

Schedule of Traffic – Number of Crossings (Unaudited)

Schedule of Insurance (Unaudited)

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Investments  
As of October 31, 2004**

	<u>FAIR VALUE</u>	<u>CARRYING VALUE</u>	<u>PAR VALUE</u>
<b>GENERAL:</b>			
Extraordinary Maintenance and Repair Reserve Account:			
Federal National Mortgage Association Discount Note:			
Due November 1, 2004	\$ 1,382,000	\$ 1,382,000	\$ 1,382,000
Due December 7, 2000	1,702,946	1,702,946	1,706,000
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	2,031,106	2,031,106	2,031,106
Collateral Undisbursed Debt Service Account:			
Federal National Mortgage Association Discount Note:			
Due November 1, 2004	1,194,000	1,194,000	1,194,000
Excess Revenue Account - Money Market - One Group			
United States Treasury Securities - Money Market Fund Class I	58,615	58,615	58,615
Huey P. Long Bridge Account - Money Market - One Group			
United States Treasury Securities - Money Market Fund Class I	1,128,985	1,128,985	1,128,985
<b>DEBT SERVICE:</b>			
Debt Service Fund Account:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	1,300,757	1,300,757	1,300,757
Federal National Mortgage Association Discount Note			
Due November 1, 2004	886,000	886,000	886,000
Debt Service Reserve Account:			
Federal National Mortgage Association Discount Note:			
Due December 15, 2004	1,239,280	1,239,280	1,242,000
Ambac Assurance Corporation Surety Bond Policy No. SB1602BE			1
2003 Account:			
Cost of Issuance Fund:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	13,587	13,587	13,587
<b>CAPITAL PROJECTS:</b>			
Construction Series:			
1986 Account:			
Construction Fund:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	115,869	115,869	115,869
1992 Account:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	1,662	1,662	1,662
1999A Account:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	497,120	497,120	497,120

(Continued)

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Investments  
As of October 31, 2004**

	<u>FAIR VALUE</u>	<u>CARRYING VALUE</u>	<u>PAR VALUE</u>
<b>CAPITAL PROJECTS: (CONT.)</b>			
Bridge Rehabilitation Account:			
Federal National Mortgage Association Discount Note:			
Due November 1, 2004	\$ 1,402,000	\$ 1,402,000	\$ 1,402,000
Due November 3, 2004	2,011,799	2,011,799	2,012,000
Due February 4, 2005	3,020,941	3,020,941	3,036,000
Federal Home Loan Mortgage Corporation Discount Note:			
Due December 6, 2004	3,325,204	3,325,204	3,331,000
Due November 17, 2004	1,509,776	1,509,776	1,511,000
Due January 4, 2005	3,002,301	3,002,301	3,012,000
Due February 8, 2005	1,144,055	1,144,055	1,150,000
Federal Farm Credit Bank Discount Note:			
Due January 7, 2005	1,507,901	1,507,901	1,513,000
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	132,278	132,278	132,278
2003 Account:			
Revenue Bonds:			
Federal Home Loan Mortgage Corporation Discount Note:			
Due November 30, 2004	1,002,524	1,002,524	1,004,000
Due December 6, 2004	1,204,900	1,204,900	1,207,000
Due January 4, 2005	1,828,095	1,828,095	1,834,000
Federal National Mortgage Association Discount Note:			
Due November 1, 2004	2,904,000	2,904,000	2,904,000
Due November 3, 2004	1,105,889	1,105,889	1,106,000
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	432	432	432
<b>SPECIAL REVENUE:</b>			
Vehicular License Tax Fund:			
Money Market - One Group - United States Treasury Securities			
Money Market Fund Class I	4,244,989	4,244,989	4,244,989
<b>INTERNAL SERVICE FUND:</b>			
Self Insurance Account:			
Federal Home Loan Mortgage Corporation Discount Note:			
Due November 26, 2004	363,541	363,541	364,000
Federal National Mortgage Association Discount Note:			
Due December 8, 2004	169,687	169,687	170,000
Due January 19, 2005	564,749	564,749	567,000
<b>Total</b>	<u>\$ 41,996,988</u>	<u>\$ 41,996,988</u>	<u>\$ 42,058,401</u>

(Concluded)

**Schedule 4****GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA****Schedule of Revenue From Tolls  
For the Year Ended October 31, 2004**

	<u>NORTH SHORE</u>
2002:	
November	\$ 1,249,588
December	1,361,226
2003:	
January	1,259,855
February	1,189,652
March	1,402,739
April	1,318,077
May	1,318,126
June	1,283,095
July	1,316,234
August	1,328,807
September	1,060,397
October	<u>1,333,221</u>
Subtotal	\$ 15,421,017
Discounted toll tag forfeitures	<u>206,631</u>
Total	<u><u>\$ 15,627,648</u></u>

**NOTE:**

On May 5, 1999, the commission began collecting tolls on the North Shore only.

**UNAUDITED**

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of North Shore Traffic - Number of Crossings  
For the Year Ended October 31, 2004**

	AXLES UNDER 7'5" HEIGHT				AXLES OVER 7'5" HEIGHT			
	2	3	4	5 OR MORE	2	3	4	5 OR MORE
2002:								
November	217,652	1,287	506	2	3,222	475	569	851
December	237,251	1,007	471	5	3,496	470	522	707
2003:								
January	207,591	936	451	3	3,268	448	513	772
February	199,634	751	336	6	3,087	388	481	667
March	223,753	1,190	558	6	3,847	624	779	1,151
April	218,118	1,244	556	16	3,634	552	657	867
May	222,132	1,319	579	10	3,653	612	594	864
June	212,475	1,202	490	10	3,712	507	596	855
July	223,786	1,452	616	19	3,881	569	606	849
August	216,027	1,352	574	11	3,510	522	628	848
September	168,130	1,122	463	13	2,749	490	526	734
October	221,049	1,327	577	17	3,521	634	732	730
Total	2,567,598	14,189	6,177	118	41,580	6,291	7,203	9,895

## Schedule 5

NON-REVENUE VEHICLES	AUTOMATIC VEHICLE IDENTIFICATION NON-REVENUE (BRIDGE VEHICLES)	AUTOMATIC VEHICLE IDENTIFICATION DISCOUNT TOLL VEHICLES	AUTOMATIC VEHICLE IDENTIFICATION RECREATIONAL VEHICLES	AUTOMATIC VEHICLE IDENTIFICATION FULL TOLL VEHICLES	TOTAL VEHICLES
4,708	1,597	214,949	70	22,913	468,801
5,985	1,879	237,468	84	25,533	514,878
6,151	2,163	237,078	97	22,901	482,372
5,762	2,872	219,510	115	21,691	455,300
5,883	3,173	262,141	113	26,090	529,308
5,672	2,776	240,404	83	24,014	498,593
5,632	2,926	235,933	69	24,068	498,391
6,808	3,042	235,417	72	23,188	488,374
6,472	3,110	229,155	64	24,124	494,703
5,955	3,134	245,904	55	24,514	503,034
69,753	2,591	202,224	62	19,293	468,150
6,134	3,069	245,822	73	23,837	507,522
<u>134,915</u>	<u>32,332</u>	<u>2,806,005</u>	<u>957</u>	<u>282,166</u>	<u>5,909,426</u>

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Insurance  
For the Year Ended October 31, 2004**

COVERAGE	UNDERWRITER	NUMBER	POLICY PERIOD	LIMITS
<b>BRIDGE PROPERTY DAMAGE</b> Including: Bridge structure Spare structural components Electronic data processing equipment Variable message signs Hazard incident lights Call boxes and control consoles EDP (Related to VMS/HIL/CB) EDP media Business income EDP extra expense Building and contents Scheduled property and equipment Various Deductibles	St. Paul Insurance Co.	IM04200195	11/1/02-11/1/03	\$ 90,000,000
<b>BRIDGE USE AND OCCUPANCY</b> 7 Day Deductible	St. Paul Insurance Co.	IM04200195	11/1/02-11/1/03	\$18,800,000
<b>EMPLOYEE DISHONESTY BOND</b> with \$5,000 deductible	Travelers	103383074	11/1/02-11/1/03	\$ 300,000 Blanket Limit \$200,000 Forgery and Alterations \$ 50,000 Money In/Out
<b>RETAINED LIMITS LIABILITY</b>	American Alternative Ins. Co.	01A2FR000000801	11/1/02-11/1/03	
Comprehensive general liability retention applicable to each loss is \$200,000	American Alternative Ins. Co.	01A2FR000000801	11/1/02-11/1/03	\$ 9,850,000 Per Occurrence and Aggregate
Law enforcement liability retention applicable to each loss is \$200,000	American Alternative Ins. Co.	01A2FR000000801	11/1/02-11/1/03	\$ 9,850,000 Per Occurrence and Aggregate
Excess automobile liability retention applicable to each loss is \$200,000	American Alternative Ins. Co.	01A2FR000000801	11/1/02-11/1/03	\$ 9,800,000 Each Accident and Aggregate
Public officials liability retention applicable to each loss is \$200,000	American Alternative Ins. Co.	01A2FR000000801	11/1/02-11/1/03	\$ 9,990,000 Per Occurrence and Aggregate

(Continued)

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA**

**Schedule of Insurance, 2004**

COVERAGE	UNDERWRITER	NUMBER	POLICY PERIOD	LIMITS
<b>STAND ALONE EXCESS LIABILITY</b>	Lexington	53543236	11/1/02-11/1/03	\$ 10,000,000
<b>WORKER'S COMPENSATION</b> <i>Employers' liability</i>	LWCC	83403-D	11/1/02-11/1/03	Statutory \$ 1,000,000 Each Accident Disease Limit Disease Each Person
<b>EXPRESS MARITIME EMPLOYERS LIABILITY</b> \$5,000 deductible per claim	XL Specialty Ins. Co.	PXMC849751	3/2/02-3/2/03	\$ 1,000,000 Any Person Any 1 Accident
<b>AUTOMOBILE POLICY (MAP)</b> Comprehensive - \$500 deductible applicable to each accident Collision - \$1,000 deductible applicable to each accident	Clarendon National Insurance	DSA006789	11/1/02-11/1/03	\$ 1,000,000 Each Accident Excluded Uninsured Motorist
<b>BOILER AND MACHINERY</b> \$5,000 deductible per claim	Hartford Steam Boiler	FBP2241054-03	06/14/02-06/14/03	\$ 20,000,000
<b>POLICE OFFICERS FAITHFUL PERFORMANCE BOND</b>	C.N.A. Surety	609006850	5/12/2000 Until Cancelled	\$ 10,000 Per Officer
<b>POLLUTION LEGAL LIABILITY</b> \$100,000 deductible applicable to each incident	American International Spec.	PLS6191242	12/18/00-12/18/05	\$ 5,000,000 Each incident and Aggregate
<b>CONTRACTORS POLLUTION LIABILITY</b> \$100,000 deductible applicable to each claim	American International Spec.	CPL6191241	12/18/00-12/18/05	\$ 5,000,000 Each Claim and Aggregate



**OTHER REPORTS REQUIRED BY  
GOVERNMENT AUDITING STANDARDS**

The following pages contain a report on compliance with laws and regulations and on internal control required by *Government Auditing Standards*, issued by the Comptroller General of the United States. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses in internal control or compliance matters that would be material to the presented financial statements.

# T.A. Harris Inc. Certified Public Accountant

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A Professional Accounting Corporation

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Greater New Orleans Expressway Commission  
State of Louisiana  
Metairie, Louisiana

We have audited the basic financial statements of the Greater New Orleans Expressway Commission (the Commission) as of and for the year ended October 31, 2004, and have issued our report thereon dated April 21, 2005. We conducted our audit in accordance with generally accepted auditing standards in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the Commission's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Commission, the Commission's management and federal awarding agencies and pass-through entities, such as the State of Louisiana and Legislative Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*J. G. Harris, Inc. APAC*

April 21, 2005  
Baton Rouge, Louisiana

**GREATER NEW ORLEANS EXPRESSWAY COMMISSION**

**SCHEDULE OF PRIOR YEAR FINDINGS**

**=====**  
**FOR THE YEAR ENDED OCTOBER 31, 2004**

<u><b>FINDING</b></u>	<u><b>STATUS</b></u>
<b>03-A</b>	<b>Resolved (Management Letter)</b>

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11:04  
05 APR 29 PM 2:05

## **Division of Administration Reporting Package**

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ending October 31, 2004

Greater New Orleans Expressway Commission

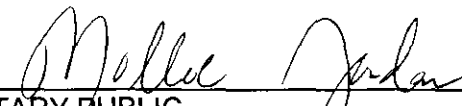
Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, Cheryl Lambert Director of Finance  
of GNOEC who duly sworn, deposes and says, that the financial  
statements herewith given present fairly the financial position of  
GNOEC at October 31, 2004 and the results of operations for the year then ended in accordance with  
policies and practices established by the Division of Administration or in accordance with Generally  
Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.  
Sworn and subscribed before me, this April day of 29, 2005.

  
Signature of Agency Official

  
NOTARY PUBLIC  
Id # 5649

Prepared by: Cheryl Lambert  
Title: Finance Director

Telephone No.: 504-832-3118

Date: 4-29-05

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ending October 31, 2004

Greater New Orleans Expressway Commission

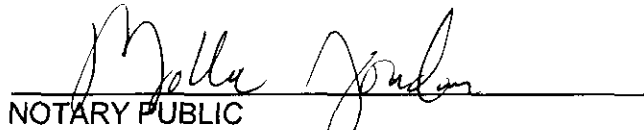
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Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.  
Sworn and subscribed before me, this April day of 29, 2005.

  
Signature of Agency Official

  
NOTARY PUBLIC  
ID # 56649

Prepared by: Cheryl Lambert  
Title: Finance Director

Telephone No.: 504-832-3118

Date: 4-29-05

GREATER NEW ORLEANS EXPRESSWAY COMMISSION  
STATE OF LOUISIANA  
Annual Financial Statements  
October 31, 2004

C O N T E N T S

TRANSMITTAL LETTER  
AFFIDAVIT

Statements

MD&A

Balance Sheet	A
Statement of Revenues, Expenses, and Changes in Fund Net Assets	B
Statement of Activities	C
Statement of Cash Flows	D

Notes to the Financial Statements

A.	Summary of Significant Accounting Policies
B.	Budgetary Accounting
C.	Deposits with Financial Institutions and Investments
D.	Capital Assets
E.	Inventories
F.	Restricted Assets
G.	Leave
H.	Retirement System
I.	Post Retirement Health Care and Life Insurance Benefits
J.	Leases
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**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF OCTOBER 31, 2004**

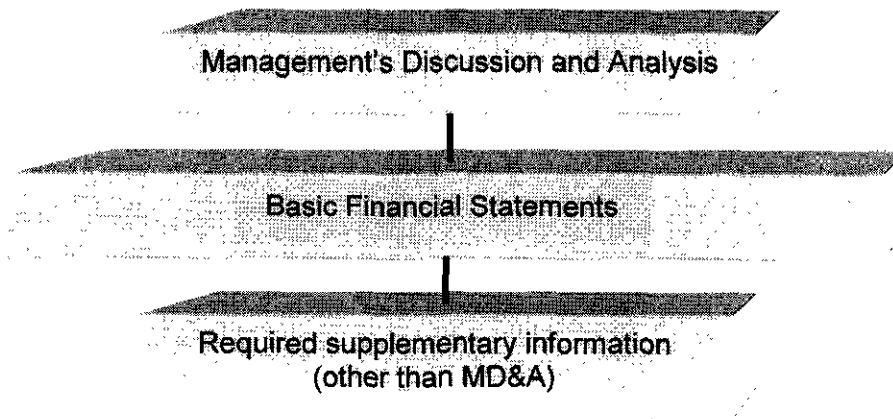
The Management's Discussion and Analysis of the \_\_GNOEC\_\_'s (BTA) financial performance presents a narrative overview and analysis of \_\_GNOEC\_\_'s (BTA) financial activities for the year ended October 31, 2004. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages 3 - 7 and the \_\_GNOEC\_\_'s (BTA) financial statements, which begin on page Statement A.

**FINANCIAL HIGHLIGHTS**

- ★ The \_\_GNOEC\_\_'s (BTA) assets exceeded its liabilities at the close of fiscal year 2004 by 65,031,237 which represents a 5.4% increase from last fiscal year. The net assets increased by \$3,344,386.
- ★ The \_\_GNOEC\_\_'s (BTA) toll revenue increased \$\_\_185,509\_\_ (or 1.2%). The Highway Fund #2 (Vehicular License Tax), which is dedicated to debt service, decreased by \$742,844 (or 13.5%).
- ★
- ★

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.



**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF OCTOBER 31, 2004**

**Basic Financial Statements**

The basic financial statements present information for the \_GNOEC\_ (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Balance Sheet (Stmt A) presents the current and long term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the \_\_GNOEC\_ (BTA) is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (Stmt B) presents information showing how \_GNOEC\_'s (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Cash Flow Statement (Stmt C) presents information showing how \_\_GNOEC\_'s (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

**FINANCIAL ANALYSIS OF THE ENTITY**

**Statement of Net Assets  
as of October 31, 2004  
(in thousands)**

	Total	
	2004	2003
Current and other assets	\$ 47,532,505	\$ 53,145,187
Capital assets	90,924,870	84,169,366
Total assets	138,457,375	137,314,553
Other liabilities	7,741,246	8,184,536
Long-term debt outstanding	65,684,892	67,443,166
Total liabilities	73,426,138	75,627,702
Net assets:		
Invested in capital assets, net of debt	23,456,884	15,471,380
Restricted	33,313,226	38,319,062
Unrestricted	8,261,128	7,896,409
Total net assets	\$ 65,031,237	\$ 61,686,851

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Statement of Revenues, Expenses, and Changes in Fund Net Assets  
for the years ended October 31, 2004  
(in thousands)

	<u>Total</u>	
	<u>2004</u>	<u>2003</u>
Operating revenues	\$ 16,090,163	\$ 15,934,381
Operating expenses	<u>14,854,201</u>	<u>12,650,401</u>
Operating income(loss)	<u>1,235,962</u>	<u>3,283,980</u>
Non-operating revenues(expenses)	<u>2,108,424</u>	<u>1,874,975</u>
Income(loss) before transfers	<u>3,344,386</u>	<u>5,158,955</u>
Transfers in		
Transfers out		
Net increase(decrease) in net assets	<u>\$ 3,344,386</u>	<u>\$ 5,158,955</u>

Net assets of \_\_GNOEC\_'s (BTA) increased by \$ \_\_3,344,386\_, or \_\_5.4\_%, from October 31, 2003 to October 31, 2004. One of the major causes of this increase is that user fees, etc were greater than the cost of operations. In addition capital improvements are not charges against current revenues but are capitalized within property, plant, and equipment account and depreciated over future periods.

The \_\_GNOEC\_'s (BTA) total revenues decreased by \$ \_\_1,050,618\_ or (\_\_4.6\_%). The total cost of all programs and services increased by \$ \_\_649,410\_\_ or less than \_\_4.7\_%.

## STATEMENT OF CASH FLOWS

Another way to assess the financial health of BTA is to look at the Statement of Cash Flows. The Statement of Cash Flows assists readers of this statement to assess:

- The ability to generate future cash flows
- The ability to meet obligations as they come due
- A need for external financing

### Statement of Cash Flows (in thousands)

	<u>2004</u>	<u>2003</u>
Cash and cash equivalents provided used by:		
Operating activities	\$ __3,806,064__	\$ __5,963,195__
Capital Financial Activities	__(14,367,176)__	__(11,266,359)__
Non-capital financing activities	__5,375,199__	__4,607,829__
Investing activities	__5,308,079__	__346,514__
Net increase in cash and cash equivalents	__122,166__	__(348,821)__
Cash and cash equivalents		
Beginning of year	__2,150,335__	__2,499,156__
End of year	<u>\$ 2,272,501</u>	<u>\$ 2,150,335</u>

STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF OCTOBER 31, 2004

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2004, the \_\_GNOEC\_\_ (BTA) had \$\_\_90,926,418\_\_ invested in a broad range of capital assets, including the expressway bridge, building, vehicles, furniture, fixtures, and equipment (See Table below)

This amount represents a net increase (including additions and deductions) of \$\_\_6,755,504\_\_, or \_\_8\_\_%, over last year.

Capital Assets at Year-end  
(Net of Depreciation, in thousands)

	2004	2003
Land	\$	\$
Buildings and improvements	1,013,544	1,043,649
Equipment	1,834,417	1,335,799
Infrastructure	88,076,909	81,789,918
Totals \$	\$ 90,924,870	\$ 84,169,366

This year's major additions included (in thousands):

- Bridge improvements \$9,689,552
- Furniture, fixtures, and equipment \$930,712
- 

**Debt**

The \_\_GNOEC\_\_ (BTA) had \$ \_67,467,986\_\_ in bonds and notes outstanding at year-end, compared to \$ \_68,697,986\_\_ last year, a decrease of \_1.8\_\_ % as shown in the table below.

Outstanding Debt at Year-end  
(in thousands)

	2004	2003
General Obligation Bonds	\$	\$
Revenue Bonds and Notes	67,467,986	68,697,986
Totals \$	\$ 67,467,986	\$ 68,697,986

New debt resulted from \_\_\_\_\_.

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF OCTOBER 31, 2004**

The \_\_GNOEC\_\_ (BTA)'s bond rating continues to carry the \_\_A+\_\_ rating for revenue bonds.

The \_\_GNOEC\_\_ (BTA) has claims and judgments of \$ \_\_642,430\_\_ outstanding at year-end compared with \$ \_\_567,267\_\_ last year. Other obligations include accrued vacation pay and sick leave.

**BUDGET**

The annual budget is approved by the Commission at the October meeting. The budget is then approved by the joint budget committee of the Louisiana Legislature.

**CONTACTING THE \_\_GNOEC\_\_'S (BTA) MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the \_\_GNOEC\_\_'s (BTA) finances and to show the \_\_GNOEC\_\_'s (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Supervisor of Finance  
GNOEC  
PO Box 7656  
Metairie, LA 70010

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUN NET ASSETS  
AS OF OCTOBER 31, 2004**

**ASSETS**

**CURRENT ASSETS:**

Cash and cash equivalents (Note C1)	\$	2,272,501
Investments (Note C2)		7,497,652
Receivables (net of allowance for doubtful accounts)(Note U)		25,659
Due from other funds (Note Y)		
Due from federal government		
Inventories		329,575
Prepayments		122,491
Notes receivable		
Other current assets		
Total current assets		10,247,878

**NONCURRENT ASSETS:**

Restricted assets (Note F):		
Cash		
Investments		34,499,336
Receivables		1,197,859
Notes receivable		
Capital assets (net of depreciation)(Note D)		
Land		
Buildings and improvements		1,013,544
Machinery and equipment		1,834,417
Infrastructure		88,076,909
Construction in progress		
Other noncurrent assets		1,587,432
Total noncurrent assets		128,209,497
Total assets	\$	138,457,375

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	492,806
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		623,646
Amounts held in custody for others		
Other current liabilities		2,433,970
Current portion of long-term liabilities:		
Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		
Capital lease obligations - (Note J)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		1,783,094
Other long-term liabilities		
Total current liabilities		5,333,516

**NON-CURRENT LIABILITIES:**

Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		941,797
Capital lease obligations (Note J)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		65,684,892
Other long-term liabilities		1,465,933
Total long-term liabilities		68,092,622
Total liabilities		73,426,138

**NET ASSETS**

Invested in capital assets, net of related debt		23,456,884
Restricted for:		
Capital projects		
Debt service		
Unemployment compensation		
Other specific purposes		33,313,225
Unrestricted		8,261,128
Total net assets		65,031,237
Total liabilities and net assets	\$	138,457,375

The accompanying notes are an integral part of this financial statement.

Statement A

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED OCTOBER 31, 2004**

<b>OPERATING REVENUES</b>	
Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	369,583
Licenses, permits, and fees	15,633,720
Other	86,860
Total operating revenues	16,090,163
<b>OPERATING EXPENSES</b>	
Cost of sales and services	10,716,727
Administrative	307,484
Depreciation	3,829,990
Amortization	_____
Total operating expenses	14,854,201
Operating income(loss)	1,235,962
<b>NON-OPERATING REVENUES(EXPENSES)</b>	
State appropriations	28,239
Intergovernmental revenues (expenses)	(350,000)
Taxes	4,781,899
Use of money and property	_____
Gain (loss) on disposal of fixed assets	(34,770)
Federal grants	254,150
Interest expense	(3,013,201)
Other	442,107
Total non-operating revenues(expenses)	2,108,424
Income(loss) before contributions and transfers	3,344,386
Capital contributions	_____
Transfers in	_____
Transfers out	_____
Change in net assets	3,344,386
Total net assets – beginning as restated	61,686,851
Total net assets – ending	\$ 65,031,237

The accompanying notes are an integral part of this financial statement.

Statement B

STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED OCTOBER 31, 2004

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Grants and Contributions</u>	<u>Grants and Contributions</u>	<u>Changes in Net Assets</u>
Entity	\$ <u>18,295,525</u>	\$ <u>16,003,303</u>	\$ <u>282,389</u>	\$ <u></u>	\$ <u>(2,009,833)</u>
General revenues:					
Taxes					<u>4,781,899</u>
State appropriations					<u></u>
Grants and contributions not restricted to specific programs					<u></u>
Interest					<u>458,579</u>
Miscellaneous					<u>113,741</u>
Special items					<u></u>
Transfers					<u></u>
Total general revenues, special items, and transfers					<u>5,354,219</u>
Change in net assets					<u>3,344,386</u>
Net assets - beginning					<u>61,686,851</u>
Net assets - ending				\$	<u><u>65,031,237</u></u>

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION\_(BTA)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED OCTOBER 31, 2004**

**Cash flows from operating activities**

Cash received from customers	\$ 15,633,720	
Cash payments to suppliers for goods and services	(7,322,516)	
Cash payments to employees for services	(4,841,396)	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders	(220,000)	
Other operating revenues(expenses)	556,256	
Net cash provided(used) by operating activities		<u>3,806,064</u>

**Cash flows from non-capital financing activities**

State appropriations	29,561	
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received	266,052	
Other	5,079,586	
Transfers In		
Transfers Out		
Net cash provided(used) by non-capital financing activities		<u>5,375,199</u>

**Cash flows from capital and related financing**

Proceeds from sale of bonds		
Principal paid on bonds	(1,230,000)	
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets	(9,996,958)	
Proceeds from sale of capital assets		
Capital contributions		
Other	(3,140,218)	
Net cash provided(used) by capital and related financing activities		<u>(14,367,176)</u>

**Cash flows from investing activities**

Purchases of investment securities	(175,761,171)	
Proceeds from sale of investment securities	180,639,799	
Interest and dividends earned on investment securities	429,451	
Net cash provided(used) by investing activities		<u>5,308,079.00</u>

Net increase(decrease) in cash and cash equivalents 122,166.00

Cash and cash equivalents at beginning of year 2,150,335.00

Cash and cash equivalents at end of year \$ 2,272,501.00

The accompanying notes are an integral part of this statement.



**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED OCTOBER 31, 2004**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)		\$ <u>1,235,962</u>
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization	<u>3,829,990</u>	
Provision for uncollectible accounts	<u></u>	
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	<u>191,843</u>	
(Increase)decrease in due from other funds	<u></u>	
(Increase)decrease in prepayments	<u>(15,447)</u>	
(Increase)decrease in inventories	<u></u>	
(Increase)decrease in other assets	<u></u>	
Increase(decrease) in accounts payable and accruals	<u>(1,695,680)</u>	
Increase(decrease) in accrued payroll and related benefits	<u></u>	
Increase(decrease) in compensated absences payable	<u>84,302</u>	
Increase(decrease) in due to other funds	<u></u>	
Increase(decrease) in deferred revenues	<u></u>	
Increase(decrease) in other liabilities	<u>175,094</u>	
Net cash provided(used) by operating activities		\$ <u><u>3,806,064</u></u>

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease	<u></u>
Contributions of fixed assets	<u></u>
Purchases of equipment on account	<u></u>
Asset trade-ins	<u></u>
Other (specify)	<u></u>
Increase in FMV of investments	<u>26,881</u>
	<u></u>
<b>Total noncash investing, capital, and financing activities:</b>	<u><u>26,881</u></u>

(Concluded)

The accompanying notes are an integral part of this statement.

Statement D

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)  
Notes to the Financial Statement  
As of and for the year ended OCTOBER 31, 2004**

**INTRODUCTION**

The \_\_GNOEC\_\_(BTA) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 33:1324. The following is a brief description of the operations of \_\_GNOEC\_\_(BTA) which includes the parish/parishes in which the (BTA) is located:

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1. BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of \_\_GNEOC\_\_ present information only as to the transactions of the programs of the \_\_GNOEC\_\_ as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the \_\_GNOEC\_\_ are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**B. BUDGETARY ACCOUNTING**

The appropriations made for the operations of the various programs of the \_\_GNOEC\_\_ (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Budget Committee, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements include the original appropriation plus subsequent amendments as follows:

STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)  
Notes to the Financial Statement  
As of and for the year ended OCTOBER 31, 2004

	<u>APPROPRIATIONS</u>
Original approved budget	\$ _____
Amendments:	_____
	_____
	_____
Final approved budget	\$ _____

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C.)

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the GNOEC (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

Following the issuance of GASB Statement 3, deposits were classified into three categories of custodial credit risk depending on whether they were insured or collateralized, and who held the collateral and how it was held.

Category 1 – Deposits that are covered by insurance (FDIC) or collateralized with securities that are held by the entity in the entity's name or registered in the entity's name. **(separate disclosure no longer required)**

Category 2 – Deposits that are not insured but are collateralized with securities that are held by the financial institution's trust department or agent and are in the entity's name. **(separate disclosure no longer required)**

Category 3 – Deposits that are not covered by insurance and also are not collateralized. Not collateralized includes when the securities (collateral) are held by the financial institution's trust department or agent and they are not in the entity's name. **(separate disclosure still required)**

**GASB Statement 40 only requires any category 3 deposits to be disclosed in the custodial credit risk section of Note C. If an entity has deposits exposed to custodial credit risk category 3, it should disclose the amount of those balances, the fact that they are uninsured, and whether the balances are either uncollateralized, collateralized with securities held by the pledging financial**

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)**

**Notes to the Financial Statement**

**As of and for the year ended OCTOBER 31, 2004**

**institution, or collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.**

The deposits at October 31, 2004, consisted of the following:

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Deposits in bank accounts per balance sheet	\$ <u>2,272,501</u>	\$ _____	\$ _____	\$ <u>2,272,501.00</u>
Bank balances (category 3 only, if any) Identify amounts reported as category 3 by the descriptions below:				
a. Uninsured and uncollateralized	\$ _____	\$ _____	\$ _____	\$ _____ -
b. Uninsured and collateralized with securities held by the pledging institution	_____	_____	_____	_____ -
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name	_____	_____	_____	_____ -
<b>Total category 3 bank balances</b>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total bank balances (All categories including category 3 reported above)	\$ <u>2,460,478</u>	\$ _____	\$ _____	\$ <u>2,460,478.00</u>

NOTE: The "Total Bank Balances" will not necessarily equal the "Deposits in Bank Account per Balance Sheet".

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1. Bank One	Numerous	\$ <u>2,166,504</u>
2. Parish National Bank	Master Plan, Hurr George	<u>139,145</u>
3. Dryades	Maglev	<u>154,829</u>
4. _____	_____	_____
Total		\$ <u>2,460,478</u>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ _____
Petty cash	\$ <u>800</u>

**2. INVESTMENTS**

The GNOEC (BTA) does maintain investment accounts as authorized by GNOEC  
(Note legal provisions authorizing investments by (BTA)).

Investments can be classified according to the level of risk to the entity. Using the following categories, list each type of investment disclosing the carrying amount, market value, and applicable category of risk.



**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)**

**Notes to the Financial Statement**

**As of and for the year ended OCTOBER 31, 2004**

**3. Other Disclosures Required for Investments**

- a. Investments in pools managed by other governments or mutual funds \_\_\_\_\_
- b. Securities underlying reverse repurchase agreements \_\_\_\_\_
- c. Unrealized investment losses \_\_\_\_\_
- d. Commitments as of \_\_\_\_\_ (fiscal close), to resell securities under yield maintenance repurchase agreements:
  - 1. Carrying amount and market value at June 30 of securities to be resold \_\_\_\_\_
  - 2. Description of the terms of the agreement \_\_\_\_\_
- e. Losses during the year due to default by counterparties to deposit or investment transactions \_\_\_\_\_
- f. Amounts recovered from prior-period losses which are not shown separately on the balance sheet \_\_\_\_\_

Legal or Contractual Provisions for Reverse Repurchase Agreements

- g. Source of legal or contractual authorization for use of reverse repurchase agreements \_\_\_\_\_
- h. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year \_\_\_\_\_

Reverse Repurchase Agreements as of Year-End

- i. Credit risk related to the reverse repurchase agreements outstanding at year end, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest \_\_\_\_\_
- j. Commitments on \_\_\_\_\_ (fiscal close), to repurchase securities under yield maintenance agreements \_\_\_\_\_
- k. Market value on \_\_\_\_\_ (fiscal close), of the securities to be repurchased \_\_\_\_\_
- l. Description of the terms of the agreements to repurchase \_\_\_\_\_
- m. Losses recognized during the year due to default by counterparties to reverse repurchase agreements \_\_\_\_\_
- n. Amounts recovered from prior-period losses which are not separately shown on the operating statement \_\_\_\_\_

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Fair Value Disclosures

- o. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices \_\_\_\_\_  
\_\_\_\_\_
- p. Basis for determining which investments, if any, are reported at amortized cost \_\_\_\_\_  
\_\_\_\_\_
- q. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool \_\_\_\_\_  
\_\_\_\_\_
- r. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares \_\_\_\_\_  
\_\_\_\_\_
- s. Any involuntary participation in an external investment pool \_\_\_\_\_  
\_\_\_\_\_
- t. Whether you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining that fair value and the reasons for having had to make such an estimate \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
- u. Any income from investments associated with one fund that is assigned to another fund \_\_\_\_\_  
\_\_\_\_\_

**Credit Risk, Concentration of Credit Risk, Interest Rate Risk, and Foreign Currency Risk Disclosures**

- v. Briefly describe the deposit and /or investment policies related to the custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk disclosed in this note. If no policy exists concerning the risks disclosed, please state that fact.  
\_\_\_\_\_  
\_\_\_\_\_
- w. List, by amount and issuer (not including U.S. government securities, mutual funds, and investment pools), investments in any one issuer that represents 5% or more of total investments \_\_\_\_\_  
\_\_\_\_\_
- x. List the fair value and terms of any debt investments that are highly sensitive to changes in interest rates due to the terms of the investment (eg. coupon multipliers, reset dates, etc.)  
\_\_\_\_\_  
\_\_\_\_\_
- y. Disclose the credit risk of debt investments by credit quality ratings as described by rating agencies as of the fiscal year end. All debt investments regardless of type can be aggregated by credit quality rating (if any are unrated, disclose that amount).  
\_\_\_\_\_  
\_\_\_\_\_
- z. Disclose the interest rate risk of debt investments by listing the investment type and the method that is used to identify and manage the interest rate risk of those investments (by, using one of the following 5 methods that is used to identify and manage interest rate risk: a) segmented time distribution, b) specific identification, c) weighted average maturity, d) duration, or e) simulation model.)  
\_\_\_\_\_  
\_\_\_\_\_

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- aa. Disclose the U.S. dollar balances of any deposits or investments that are exposed to foreign currency risk (deposits or investments denominated in foreign currencies). List by currency denomination and investment type, if applicable.

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASES ASSETS**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity are charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

	Year ended June 30, 2004						
	Balance 6/30/2003	Prior Period Adjustment	Adjusted Balance 7/1/2003	Additions	Transfers*	Retirements	Balance 6/30/2004
<b>Capital assets not being depreciated</b>							
Land			-				-
Non-depreciable land improvements			-				-
Capitalized collections			-				-
Construction in progress			-				-
Total capital assets not being depreciated	-	-	-	-	-	-	-
<b>Other capital assets</b>							
Furniture, fixtures, and equipment	3,817,543		3,817,543	930,712		(340,321)	4,407,934
Less accumulated depreciation	(2,481,744)		(2,481,744)	(397,324)		305,551	(2,573,517)
Total furniture, fixtures, and equipment	1,335,799	-	1,335,799	533,388	-	(34,770)	1,834,417
Buildings and improvements	1,204,210		1,204,210				1,204,210
Less accumulated depreciation	(160,561)		(160,561)	(30,105)			(190,666)
Total buildings and improvements	1,043,649	-	1,043,649	(30,105)	-	-	1,013,544
Depreciable land improvements			-				-
Less accumulated depreciation			-				-
Total depreciable land improvements	-	-	-	-	-	-	-
Infrastructure	175,684,981		175,684,981	9,689,552			185,374,533
Less accumulated depreciation	(93,895,063)		(93,895,063)	(3,402,561)			(97,297,624)
Total infrastructure	81,789,918	-	81,789,918	6,286,991	-	-	88,076,909
Total other capital assets	84,169,366	-	84,169,366	6,790,274	-	(34,770)	90,924,870
<b>Capital Asset Summary:</b>							
Capital assets not being depreciated	-	-	-	-	-	-	-
Other capital assets, at cost	180,706,734	-	180,706,734	10,620,264	-	(340,321)	190,986,677
Total cost of capital assets	180,706,734	-	180,706,734	10,620,264	-	(340,321)	190,986,677
Less accumulated depreciation	(96,537,368)	-	(96,537,368)	(3,829,990)	-	305,551	(100,061,807)
Capital assets, net	84,169,366	-	84,169,366	6,790,274	-	(34,770)	90,924,870

\* Should be used only for those completed projects coming out of construction-in-progress to fixed assets; not associated with transfers reported elsewhere in this packet.



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**E. INVENTORIES**

The unit's inventories are valued at 329,575 (method of valuation). These are perpetual inventories and are expensed when used. **NOTE: DO NOT INCLUDE POSTAGE. THIS IS SHOWN AS A PREPAYMENT.**

**F. RESTRICTED ASSETS**

Restricted assets in the GNOEC (BTA) at October 31, 2004 (fiscal year end), reflected at \$ 33,263,225 in the non-current assets section on Statement A, consist of \$ \_\_\_\_\_ in cash with fiscal agent, \$ 1,197,859 in receivables, and \$ 32,065,366 investment in US Government Securities (identify the type investments held.) State the purpose of the restrictions: \_\_\_\_\_.

**G. LEAVE**

**1. COMPENSATED ABSENCES**

The GNOEC (BTA) has the following policy on annual and sick leave: (Describe leave policy.)

An example disclosure follows:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 120 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 120 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

**2. COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at \_\_\_\_\_ (fiscal close) computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$ \_\_\_\_\_. The leave payable (is) (is not) recorded in the accompanying financial statements.

**H. RETIREMENT SYSTEM**

Substantially all of the employees of the (BTA) are members of the \_\_\_\_\_ (System), a cost sharing multiple-employer, defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time (BTA) employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service.

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Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000.

Members are required by state statute to contribute 7.5% of gross salary, and the (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 20\_\_, decreased to \_\_% of annual covered payroll from the \_\_% and \_\_% required in fiscal years ended June 30, 2003 and 2002, respectively. The (BTA) contributions to the System for the years ending June 30, 2004, 2003, and 2002, were \$\_\_\_\_\_, \$\_\_\_\_\_, and \$\_\_\_\_\_, respectively, equal to the required contributions for each year.

**I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS**

GASB 12 requires the following disclosures about an employer's accounting for post retirement health care and life insurance benefits:

1. A description of the benefits provided and the employee group covered.
2. A description of the accounting and funding policies followed for those benefits.
3. The cost of those benefits recognized for the period, unless the costs are not readily determinable.\*\*
4. The effect of significant matters affecting the comparability of the costs recognized for all periods presented.

\*\*If the cost of any post retirement health care or life insurance benefits cannot readily be separated from the cost of providing such benefits for active employees or otherwise be reasonably approximated, the total cost of providing those benefits to active employees and retirees, as well as the number of active employees and the number of retirees covered by the plan must be disclosed.

Substantially all (BTA) employees become eligible for post employment health care, dental and life insurance benefits if they reach normal retirement age while working for the (BTA). These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the (BTA). For 2004, the cost of providing those benefits for the \_\_\_\_\_ retirees totaled \$\_\_\_\_\_.

The \_\_\_\_\_(BTA) provides certain continuing health care and life insurance benefits for its retired employees. Substantially all (BTA) employees become eligible for those benefits if they reach normal retirement age while working for the (BTA). Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the (BTA). [The (BTA) recognizes the cost of providing these benefits ((BTA)'s portion of premiums) as an expenditure when paid during the year, which was \$\_\_\_\_\_ for the year ended \_\_\_\_\_, 20\_\_. The cost of providing those benefits for \_\_\_\_\_ retirees is not separable from the cost of providing benefits for the \_\_\_\_\_ active employees.] (or, [The (BTA)'s cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended \_\_\_\_\_, 20\_\_ the costs of \_\_\_\_\_ retiree benefits totaled \$\_\_\_\_\_].]

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**J. LEASES**

**1. OPERATING LEASES**

The total payments for operating leases during fiscal year \_\_\_\_\_ amounted to \$ \_\_\_\_\_. A schedule of payments for operating leases follows:

<u>Nature of lease</u>	<u>FY2005</u>	<u>FY2006</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2009</u>	<u>FY2010- 2014</u>	<u>FY2015- 2019</u>
	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -

**2. CAPITAL LEASES**

Capital leases are (are not) recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

**SCHEDULE A – TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

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Year ending June 30 :	<u>Total</u>
2005	\$ _____
2006	_____
2007	_____
2008	_____
2009	_____
2010-2014	_____
2015-2019	_____
2020-2024	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

**SCHEDULE B – NEW AGENCY CAPITAL LEASES EXCEPT LEAF**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

Year ending June 30:	<u>Total</u>
2005	\$ _____
2006	_____
2007	_____
2008	_____
2009	_____
2010-2014	_____
2015-2019	_____
2020-2024	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

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**SCHEDULE C – LEAF CAPITAL LEASES**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ - _____	\$ _____ - _____	\$ _____ - _____

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

<u>Year ending June 30:</u>	<u>Total</u>
2005	\$ _____
2006	_____
2007	_____
2008	_____
2009	_____
2010-2014	_____
2015-2019	_____
2020-2024	_____
Total minimum lease payments	_____
Less amounts representing executory costs	_____
Net minimum lease payments	_____
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____

**3. LESSOR DIRECT FINANCING LEASES**

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

- Collectibility of the minimum lease payments is reasonably predictable.
- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

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Provide a general description of the direct financing agreement, and complete the chart below:

<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	_____	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____	_____
c. Land	_____	1,371,093	_____	_____
Less amounts representing executory costs		_____		
Minimum lease payment receivable		1,371,093		
Less allowance for doubtful accounts		_____		
Net minimum lease payments receivable		1,371,093		
Less estimated residual value of leased property		_____		
Less unearned income		_____		
Net investment in direct financing lease		\$ 1,371,093		

Minimum lease payments do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if, for example, the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2004 were \$\_\_\_\_\_ for office space, \$\_\_\_\_\_ for equipment, and \$\_\_\_\_\_ for land.

The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of \_\_October 31, 2004\_\_ (the last day of your fiscal year):

Year ending __October 31__:	
2005	\$ 355,208
2006	361,877
2007	251,908
2008	170,802
2009	128,168
2010-2014	103,130
2015-2019	_____
2020-2024	_____
Total	\$ 1,371,093

**4. LESSOR – OPERATING LEASE**

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation as of \_\_\_\_\_ 20\_\_:

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ -	\$ -	\$ -

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The following is a schedule by years of minimum future rentals on non-cancelable operating lease(s) as of \_\_\_\_\_ (the last day of your fiscal year):

Year Ended June 30,	Office Space	Equipment	Land	Other	Total
2005	\$	\$	\$	\$	\$ -
2006					-
2007					-
2008					-
2009					-
2010-2014					-
2015-2019					-
Total	\$ -	\$ -	\$ -	\$ -	\$ -

Current year lease revenues received in fiscal year \_\_\_\_\_ totaled \$ \_\_\_\_\_.

Contingent rentals received from operating leases received for your fiscal year was \$ \_\_\_\_\_ for office space, \$ \_\_\_\_\_ for equipment, and \$ \_\_\_\_\_ for land.

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended October 31, 2004:

	Balance October 31, 2003	Year ended June 30, 2004		Balance October 31, 2004	Amounts due within one year
		Additions	Reductions		
<b>Bonds and notes payable:</b>					
Notes payable	\$	\$	\$	\$ --	\$
Reimbursement contracts payable				--	
Bonds payable	68,697,986		1,230,000	67,467,986	1,783,094
Total notes and bonds	68,697,986	--	1,230,000	67,467,986	1,783,094
<b>Other liabilities:</b>					
Contracts payable				--	
Compensated absences payable	857,495	84,302		941,797	
Capital lease obligations				--	
Liabilities payable from restricted assets				--	
Claims and litigation				--	
Other long-term liabilities				--	
Total other liabilities	857,495	84,302	--	941,797	--
Total long-term liabilities	69,555,481	84,302	1,230,000	68,409,783	1,783,094

A detailed summary, by issues, of all debt outstanding at October 31, 2004, including outstanding interest of \$ 52,880,036 is shown on schedule 4. Schedule 5 is an amortization schedule of the outstanding debt. (Send OSRAP a copy of the amortization schedule for any new debt issued.)

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**L. LITIGATION**

1. The \_GNOEC\_(BTA) is a defendant in litigation seeking damages as follows:

<u>Date of Action</u>	<u>Description of Litigation and Probable outcome (Remote, reasonably possible, or probable)</u>	<u>Primary Attorney</u>	<u>Damages Claimed</u>	<u>Insurance Coverage</u>
			\$ _____	\$ _____
Totals			\$ _____ -	\$ _____ -

The \_\_\_\_\_(BTA)'s legal advisor estimates that potential claims not covered by insurance would affect the financial statement as follows (would not materially affect the financial statements or is unable to estimate the effect on the financial statement): \_\_\_\_\_

2. Claims and litigation costs of \$ \_\_\_\_\_ were incurred in the current year and are reflected in the accompanying financial statement.

**M. RELATED PARTY TRANSACTIONS**

(FASB 57 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from which result from related party transactions. List all related party transactions). \_\_\_\_\_

**N. ACCOUNTING CHANGES**

Accounting changes made during the year involved a change in accounting \_\_\_\_\_ (principle, estimate, error or entity). The effect of the change is being shown in \_\_\_\_\_.

**O. IN-KIND CONTRIBUTIONS**

(List all in-kind contributions that are not included in the accompanying financial statements.)

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ _____ -



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**P. DEFEASED ISSUES**

GNOEC (BTA) defeased 1992 revenue bonds in a prior fiscal year by placing a portion of the proceeds of the 2003 series bonds in irrevocable trusts to provide for future debt service payments on the old bonds. A portion of the proceeds of the new debt were used to purchase US Government securities, accordingly, the trust account assets and liabilities for the defeased bond is not included in GNOEC's (BTA) financial statements. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. At October 31, 2004 \$48.84 million of the 1992 bonds are considered defeased

**Q. COOPERATIVE ENDEAVORS**

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state.

Some cooperative endeavor contracts are not coded with a document type of "COP" on the Contract Financial Management Subsystem (CFMS), but are considered cooperative endeavors. Include these below with your cooperative endeavor contracts coded with a document type of "COP". Examples of contracts that are considered cooperative endeavors, but are not coded with a document type of "COP" include contracts that fall under delegated authority, Facility Planning and Control "CEA" contracts, certain federal government contracts, contracts that legislative auditors may have designated as such within your agency, work incumbent programs, etc. In prior years, this information was requested as supplemental documentation after the AFRs were submitted, usually in October or November.

The liability outstanding as of October 31, 2004, by funding source, is as follows:

<u>Funding Source</u>	<u>Balance</u> <u>October 31, 2004</u>
State General Fund	\$ _____
Self-generated revenue	_____
Statutorily dedicated revenue	_____
General obligation bonds	_____
Federal funds	_____
Interagency transfers	_____
Other funds/combination	_____

NOTE: Amounts in excess of contract limits **cannot** be used to reduce the outstanding contract balance at October 31, 2004. For example, if a contract specifies a percentage of usage for each month (25%) and usage exceeds that percentage (75%), you cannot claim actual usage that exceeds contract requirements (50%).

NOTE: In order to compute your ending balances by funding source, you should begin with your balances at June 30, 2003. These amounts will be increased by amounts for new contracts and amendments and decreased for payments as well as for liquidations.

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**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)**

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2003-2004:

<u>CFDA Number</u>	<u>Program Name</u>	<u>State Match Percentage</u>	<u>Total Amount of Grant</u>
			\$
Total government-mandated nonexchange transactions (grants)			\$ -

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS**

At October 31, 2004, the \_\_\_\_ gnoec\_\_ (BTA) was not in compliance with the provisions of \_\_\_\_ Bond Reserve Covenant that requires \_\_\_\_\_. The \_\_\_\_\_ (BTA) did \_\_\_\_\_ to correct this deficiency.

**T. SHORT-TERM DEBT**

The \_\_\_\_\_ (BTA) issues short-term notes for the following purpose(s) \_\_\_\_\_.

Short-term debt activity for the year ended October 31, 2004, was as follows:

<u>List the type of S-T debt (e.g., tax anticipation notes)</u>	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
	\$	\$	\$	\$ -

The \_\_\_\_\_ (BTA) uses a revolving line of credit for the following to finance \_\_\_\_\_ (list purpose for the S-T debt).  
 Short-term debt activity for the year ended October 31, 2004, was as follows:

	<u>Beginning Balance</u>	<u>Draws</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Line of credit	\$	\$	\$	\$ -

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended OCTOBER 31, 2004**

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at October 31,2004, were as follows:

Activity	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
	\$	\$ 1,180,009.00	\$	\$ 43,509.00	1,223,518.00
					-
Gross receivables	\$ -	\$ 1,180,009.00	\$ -	\$ 43,509.00	1,223,518.00
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ 1,180,009.00	\$ -	\$ 43,509.00	1,223,518.00
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	-

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at October 31, 2004, were as follows:

Activity	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
	\$ 1,013,286	\$ 56,889	\$	\$ 350,000	\$ 1,420,175
					-
Total payables	\$ 1,013,286	\$ 56,889	\$ -	\$ 350,000	\$ 1,420,175

**W. SUBSEQUENT EVENTS**

[Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and issuance of the financial statement.]

**X. SEGMENT INFORMATION**

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or an other stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended OCTOBER 31, 2004**

Type of goods or services provided by the segment \_\_\_\_\_.

**A. Condensed balance sheet:**

- (1) Total assets – distinguishing between current assets, capital assets, and other assets. Amounts receivable from other funds or BTA's should be reported separately.
- (2) Total liabilities – distinguishing between current and long-term amounts. Amounts payable to other funds or BTA's should be reported separately.
- (3) Total net assets – distinguishing among restricted (separately reporting expendable and nonexpendable components); unrestricted; and amounts invested in capital assets, net of related debt.

**Condensed Balance sheet:**

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Restricted net assets	_____	_____
Unrestricted net assets	_____	_____
Invested in capital assets, net of related debt	_____	_____

**B. Condensed statement of revenues, expenses, and changes in net assets:**

- (1) Operating revenues (by major source).
- (2) Operating expenses. Depreciation (including any amortization) should be identified separately.
- (3) Operating income (loss).
- (4) Nonoperating revenues (expenses) – with separate reporting of major revenues and expenses.
- (5) Capital contributions and additions to permanent and term endowments.
- (6) Special and extraordinary items.
- (7) Transfers
- (8) Change in net assets.
- (9) Beginning net assets.
- (10) Ending net assets.

**Condensed Statement of Revenues, Expenses, and Changes in Net Assets:**

STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)  
Notes to the Financial Statement  
As of and for the year ended OCTOBER 31, 2004

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	_____ -	_____ -
Nonoperating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net assets	_____ -	_____ -
Beginning net assets	_____	_____
Ending net assets	_____ -	_____ -

C. Condensed statement of cash flows:

- (1) Net cash provided (used) by:
  - (a) Operating activities
  - (b) Noncapital financing activities
  - (c) Capital and related financing activities
  - (d) Investing activities
- (2) Beginning cash and cash equivalent balances
- (3) Ending cash and cash equivalent balances

Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____
Ending cash and cash equivalent balances	_____ -	_____ -

Y. DUE TO/DUE FROM AND TRANSFERS

1. List by fund type the amounts **due from other funds** detailed by individual fund at your fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due to other funds		\$ _____

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION(BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended OCTOBER 31, 2004**

3. List by fund type **all transfers from other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers from other funds		\$ _____

4. List by fund type **all transfers to other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers to other funds		\$ _____

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS**

Liabilities payable from restricted assets in the GNOEC (BTA) at 10/31/04 (fiscal year end), reflected at \$ 54,217,064 in the current liabilities section on Statement A, consist of \$ 927,369 in accounts payable, \$ 1,783,094 in notes payable, and \$ 1,506,601 in Accrued interest.

Liabilities payable from restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ in the non-current liabilities section on Statement A, consist of \$ \_\_\_\_\_ in accounts payable, \$ \_\_\_\_\_ in notes payable, and \$ \_\_\_\_\_ in \_\_\_\_\_.

**AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS**

The following adjustments were made to restate beginning net assets for June 30, 20\_\_.

<u>Ending net assets</u> <u>July 1, 2003,</u> <u>previously reported</u>	<u>Adjustments</u> <u>+ or (-)</u>	<u>Beginning net</u> <u>assets, July 1, 2003,</u> <u>As restated</u>
\$ _____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Each adjustment must be explained in detail on a separate sheet.

(NOTE: Net Assets at July 1, 20\_\_, previously reported, must correspond to Net Assets at June 30, 20\_\_, per the information received from OSRAP.)

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**  
**SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS**  
**For the Year Ended October 31, 2004**  
**(Fiscal Close)**

<u>Lance Albin</u>	<u>\$</u>	<u>228</u>
<u>William Connick</u>		<u>6,608</u>
<u>John L. Donahue, Jr</u>		<u>6,836</u>
<u>Patricia LeBlanc</u>		<u>228</u>
<u>Barney D. McClain</u>		<u>5,269</u>
<u>Joseph W. Salter</u>		<u>1,567</u>
<u>Ben Slater, III</u>		<u>6,608</u>
<u>Joy H. Zainey</u>		<u>6,836</u>
<u></u>		<u></u>
<u></u>		<u></u>
<u></u>		<u></u>
<u></u>		<u></u>
<u></u>		<u></u>
	<u>\$</u>	<u>34,180</u>

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAT COMMISSION (BTA)  
SCHEDULE OF STATE FUNDING  
For the Year Ended October 31, 2004  
(Fiscal Close)**

<u>Description of Funding</u>	<u>Amount</u>
1. _____	\$ _____
2. _____	_____
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
10. _____	_____
Total	\$ <u>                    </u>



**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**  
**SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE**  
**October 31, 2004**  
**(Fiscal close)**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

\*Send copies of new amortization schedules

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**  
**SCHEDULE OF NOTES PAYABLE**  
**October 31, 2004**  
**(Fiscal close)**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
		\$	\$	\$	\$		\$
Total		\$	\$	\$	\$		\$

\*Send copies of new amortization schedules

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
SCHEDULE OF BONDS PAYABLE  
October 31, 2004  
(Fiscal Close)**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/03	Redeemed (Issued)	Principal Outstanding 6/30/04	Interest Rates	Interest Outstanding 6/30/04
Series 1999A	07/27/99	\$15,000,000	\$13,125,000	\$680,000	\$12,445,000	4.28-5.25	\$4,905,479
Series 2003	04/15/03	54,605,000	54,605,000	550,000	54,055,000	2.0-5.0	47,974,557
Premium	04/15/03			(967,986)	967,986		
Total		<u>\$ 69605,000</u>	<u>\$ 67,730,000</u>	<u>\$ 262,014</u>	<u>\$ 67,467,986</u>		<u>\$52,880,036</u>

\*Send copies of new amortization schedules

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**  
**SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE AMORTIZATION**  
**For The Year Ended October 31, 2004**  
**(Fiscal Close)**

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2005	\$	\$
2006		
2007		
2008		
2009		
2010		
2011		
2012		
2013		
2014		
2015		
2016		
2017		
2018		
2019		
2020		
2021		
2022		
2023		
2024		
2025		
2026		
2027		
2028		
2029		
Total	\$ --	\$ --

**STATE OF LOUISIANA**  
**GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**  
**SCHEDULE OF CAPITAL LEASE AMORTIZATION**  
**For The Year Ended October 31, 2004**

Fiscal Year Ending:	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2005	\$ _____	\$ _____	\$ _____	\$ _____ --
2006	_____	_____	_____	_____ --
2007	_____	_____	_____	_____ --
2008	_____	_____	_____	_____ --
2009	_____	_____	_____	_____ --
2010-2014	_____	_____	_____	_____ --
2015-2019	_____	_____	_____	_____ --
2020-2024	_____	_____	_____	_____ --
2025-2029	_____	_____	_____	_____ --
Total	\$ <u>_____</u> --	\$ <u>_____</u> --	<u>_____</u> --	<u>_____</u> --

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)  
SCHEDULE OF NOTES PAYABLE AMORTIZATION  
For The Year Ended October 31, 2004**

<b>Fiscal Year</b>			
<b>Ending:</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	
2005	\$ _____	\$ _____	
2006	_____	_____	
2007	_____	_____	
2008	_____	_____	
2009	_____	_____	
2010	_____	_____	
2011	_____	_____	
2012	_____	_____	
2013	_____	_____	
2014	_____	_____	
2015	_____	_____	
2016	_____	_____	
2017	_____	_____	
2018	_____	_____	
2019	_____	_____	
2020	_____	_____	
2021	_____	_____	
2022	_____	_____	
2023	_____	_____	
2024	_____	_____	
2025	_____	_____	
2026	_____	_____	
2027	_____	_____	
2028	_____	_____	
2029	_____	_____	
<b>Total</b>	<b>\$ _____ --</b>	<b>\$ _____ --</b>	

**STATE OF LOUISIANA  
GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)**

**SCHEDULE OF BONDS PAYABLE AMORTIZATION  
For the Year Ended October 31, 2004**

<u>Fiscal Year Ending:</u>	<u>Principal</u>	<u>Interest</u>
2005	\$ <u>1,750,000.00</u>	\$ <u>3,013,202.00</u>
2006	<u>1,760,000.00</u>	<u>2,960,702.00</u>
2007	<u>1,835,000.00</u>	<u>2,906,002.00</u>
2008	<u>1,905,000.00</u>	<u>2,848,377.00</u>
2009	<u>1,955,000.00</u>	<u>2,784,889.00</u>
2010	<u>2,030,000.00</u>	<u>2,719,226.00</u>
2011-2015	<u>11,395,000.00</u>	<u>12,303,610.00</u>
2016-2020	<u>10,105,000.00</u>	<u>9,589,515.00</u>
2021-2025	<u>9,640,000.00</u>	<u>7,391,913.00</u>
2026-2030	<u>12,165,000.00</u>	<u>4,831,350.00</u>
2031-2033	<u>11,960,000.00</u>	<u>1,531,250.00</u>
 Total	 \$ <u>66,500,000.00</u>	 \$ <u>52,880,036.00</u>

STATE OF LOUISIANA

GREATER NEW ORLEANS EXPRESSWAY COMMISSION (BTA)

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the state and reason for the changes in the budget, please complete the schedule below. If the change is greater than 10%, explain the reason for the change.

	<u>2004</u>	<u>2003</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ 21,639,911	\$ 22,693,804	\$ (1,053,893 )	- \$ 4.7%
Expenses	18,295,525	17,184,849	(1,110,676)	- 6.5%
2) Capital assets	90,924,870	84,169,366	6,755,504	- 8.1%
Long-term debt	68,409,783	69,555,481	1,145,698	- 1.7%
Net Assets	65,031,237	61,686,851	3,344,386	- 5.5%

Explanation for change: \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

3)	<u>2004 Original Budget</u>	<u>2004 Final Budget</u>	<u>Difference</u>	<u>Percentage Change</u>
Revenues	\$ _____	\$ _____	\$ -	\$ _____
Expenditures	_____	_____	-	_____

Explanation of change: \_\_\_\_\_  
 \_\_\_\_\_

	<u>2004 Final Budget</u>	<u>2004 Actual Budget</u>	<u>Difference</u>	<u>Percentage Change</u>
Revenues	_____	_____	_____	_____
Expenditures	_____	_____	_____	_____

Explanation of change: \_\_\_\_\_  
 \_\_\_\_\_